

NATIONAL DAIRY MARKET AT A GLANCE

At the Chicago Mercantile Exchange, all grades of bulk butter are unchanged: Grade AA is \$1.1300, Grade A is \$1.0500, and Grade B is \$1.0500. (Cheese trading was not available at press time.)

The Dairy Division in USDA's AMS has decided to revise its procedure for computing the monthly average cheese price used to compute the Basic Formula Price (BFP). Effective with today's release of the June BFP, the current month's average will include all weekly cheese price information that has been released since the last BFP announcement. Cheese price averages used to compute previous month BFP's will not be revised. Next week's *Dairy Market News* will include a description of the revised procedure and a listing of the time periods included in each monthly average price for the remainder of 1997.

During the period of July 1, 1996 - June 30, 1997, bids accepted under the Dairy Export Incentive Program (DEIP) total: 69,895 MT of NDM; 2,195 MT of dry whole milk; 3,020 MT of cheese; and 9,314 MT of butterfat. These figures compare to last year's totals of 63,696 MT of NDM; 4,501 MT of dry whole milk; 3,275 MT of cheese; and no butterfat.

Secretary of Agriculture, Dan Glickman announced one-year allocations under the DEIP for the period of July 1, 1997 - June 30, 1998. Bonuses under the DEIP program are available to 115 countries totaling 92,217 MT of NDM; 97 countries totaling 7,487 MT of whole milk powder; 111 countries totaling 34,232 MT of butterfat; and 109 countries totaling 3,510 MT of cheddar, Feta, Gouda, cream, mozzarella, and processed American cheeses. Compared to year-earlier allocations, NDM is down 8,005 MT; dry whole

milk is down 2,484 MT; cheese is down 4,379 MT, and butterfat is down 159 MT. Details of the program, including invitations for offers, will be issued in the future.

Hot weather in many regions of the country is having a negative impact on milk production. However, near ideal weather in the Far West is giving milk output a little boost. In the Southeast, handlers are importing milk to supplement their falling receipts. In the Northeast, surplus milk volumes are still excessive and milk continues to move out of the region for processing. Bottled milk sales range from slow to fair.

The dry, dairy product markets are basically unchanged. The dry whey and WPC markets are firming. Prices are increasing and producer stocks are reported as tight. The nonfat dry milk market remains weak. Production is heavy and stocks are more than ample for industry needs.

During the period of June 30 - July 2, CCC net dairy product purchases under the price support program were 158,400 pounds of process cheese and -119,048 pounds (contract adjustment) of nonfortified NDM.

SPECIAL THIS ISSUE

JUNE AGRICULTURAL PRICES SUMMARY (PAGE 2)
CHEDDAR CHEESE, NDM, BUTTER, AND FLUID MILK FUTURES (PAGE 7)
INTERNATIONAL DAIRY MARKET NEWS (PAGE 8)
JUNE DEIP BID ACCEPTANCES (PAGES 9 - 10)
JUNE MONTHLY SUMMARY AND AVERAGES (PAGES 11 - 12)
USDA ANNOUNCES ALLOCATIONS UNDER DEIP (PAGES 13 - 14)

BUTTER MARKETS**CHICAGO WHOLESALE**

Dollars per pound, trucklot, bulk in fiber boxes, delivered metropolitan area, prices include CCC purchase price whenever bulk butter is moving to CCC from the Midwest area.

GRADE	JULY 1	JULY 2	JULY 3
AA	\$1.1300 - 1.1400	\$1.1300 - 1.1400	\$1.1300 - 1.1400
A	\$1.0500 - 1.0600	\$1.0500 - 1.0600	\$1.0500 - 1.0600

() Change from previous price.

BUTTER HIGHLIGHTS: At the Chicago Mercantile Exchange, all grades of bulk butter are steady at unchanged prices. In most areas, churning schedules are declining, some at a faster rate than others. Hot temperatures are spurring ice cream sales, thus ice cream production is absorbing a large percentage of available cream. Butter producers anticipate that cream will become more available to them during the upcoming July 4 holiday weekend. Butter stocks are sufficient for current fair demand with additional stocks being held with confidence.

CHEESE MARKETS**WISCONSIN ASSEMBLY POINTS**

Dollars per pound, standard moisture basis (37.8-39.0%), carlot/trucklot, F.O.B. plants or storage centers, prices include CCC purchase price whenever cheese is moving to CCC from the Midwest area.

CHEDDAR STYLES	JUNE 30 - JULY 4, 1997
BARRELS*	\$1.1125 - 1.1325 (NOMINAL)
40# BLOCKS	\$1.1675 - 1.1975 (NOMINAL)

() Change from previous week. * If steel, barrel returned.

CHEESE HIGHLIGHTS: The cheese market is unsettled. Demand is lackluster as many processors and packagers are operating on holiday reduced schedules this week. Cheese production and offerings remain seasonally heavy though milk intakes have declined at more locations. Yields have typically declined to summer levels. Some surplus milk was expected over the extended holiday weekend. During the period of June 30 - July 2, CCC purchased 158,400 pounds of Midwestern process cheese under the price support program.

CHICAGO MERCANTILE EXCHANGE

Sales are listed in chronological order; bids and offers listed in numeric order.

BUTTER TRANSACTIONS ON THURSDAY, JULY 3, 1997

(CARLOT UNIT = 40,000 - 42,000 LBS.)

GRADE	PRICE CHANGE	LAST SIGNIFICANT TRANSACTION - LST
AA	N.C.	\$1.1300 : SALE 07/03/97
A	N.C.	\$1.0500 : BID 07/03/97
B	N.C.	\$1.0500 : BID 07/03/97

SALES: 25 CARS GRADE AA: 1 @ \$1.1050, 2 @ \$1.1075, 1 @ \$1.1100, 1 @ \$1.1125, 2 @ \$1.1150, 1 @ \$1.1175, 6 @ \$1.1200, 1 @ \$1.1225, 2 @ \$1.1200, 2 @ \$1.1225, 2 @ \$1.1275, 1 @ \$1.1300, 2 @ \$1.1275, 1 @ \$1.1300 (LST)
1 CAR GRADE A @ \$1.0300
1 CAR GRADE B @ \$1.0200

BIDS UNFILED: 1 CAR GRADE A @ \$1.0500 (LST)
1 CAR GRADE B @ \$1.0500 (LST)

OFFERS UNCOVERED: 3 CARS GRADE AA:
1 @ \$1.1300, 1 @ \$1.1325, 1 @ \$1.1350

Due to the July 4th holiday and changes to our printing schedules, the July 3 cheese trading at the CME is not available. The trading activity will be carried in next week's report.

Information on the July 3 trading is available on our recorded information system (608-224-5088) and the Internet at www.ams.usda.gov/mnncs

JUNE AGRICULTURAL PRICES SUMMARY

The All Farm Products Index of Prices Received in June was 107 based on 1990-92=100, down 1 point (0.9 percent) from May. Price decreases from May for cattle, milk, wheat, and cantaloupes more than offset price increases for lettuce, strawberries, lemons, and broilers. The seasonal changes in the mix of commodities farmers sell also affect the overall index level. Higher seasonal marketings of wheat, grapes, hay, and cantaloupes more than offset the relatively lower marketings of oranges, tomatoes, strawberries, and cattle. These changes in marketings limited the decline in the index.

The U.S. average All Milk price in June was \$12.60 per cwt. at a fat test of 3.54%, down \$.40 from last month, down \$2.20 from last year. For Fluid Grade Milk, prices averaged \$12.70 per cwt. (3.54%), down \$.40 from last month, down \$2.20 from last year. Dairy farmers marketing Manufacturing Grade Milk received \$10.90 per cwt. (3.63%), unchanged from last month, down \$2.70 from last year. All Milk prices with fat tests and comparisons to last month for the following selected states were: California, \$11.90 (3.50%), down \$.10; Wisconsin, \$12.10 (3.66%), down \$.14; New York, \$12.30 (3.57%), down \$.70; Pennsylvania, \$13.80 (3.53%), unchanged; and, Minnesota, \$12.00 (3.60%), unchanged.

The June Index of Prices Paid by Farmers for Commodities and Services, Interest, Taxes and Farm Wage Rates (PPITW) was 117 percent of the 1990-92 average. The index was unchanged from May but 2 points (1.7 percent) above June 1996. Since May 1997, higher prices for feed concentrates, complete feeds, feeder cattle, and herbicides were offset by lower hay, feed grain, fuel, feeder pig, and fertilizer prices.

PRINT BUTTER MARKETS - GRADE AA

NORTHEAST

Prices and the market tone are unchanged. Butter production is a little lighter as fluid milk volumes ease lower and cream demand is holding up very well. Butter makers in other regions are still actively looking for excess cream, but prices are often prohibitive. Butter stocks range from light at many plants to fully adequate at users'/speculators' levels. Cold storage figures show that U.S. holdings of butter during May were more than 25% above last May. Retail sales range from slow to fair; best when featured. Food service orders are steady to slightly improved.

WHOLESALE PRICES: MIN 25 BOXES DOLLARS PER POUND, DELIVERED EAST COAST CITIES

1/4 LB. PRINTS	:	1.3400-1.5875
1 LB. PRINTS	:	1.2550-1.4375
CHIPS/PATTIES	:	1.3175-1.4875
REDDIES	:	1.3925-1.5875
CONTINENTALS	:	1.4725-1.6475

CENTRAL

Print butter markets are steady at unchanged prices. Stocks of butter are adequate for current needs. Buying interest is seasonally active. Butter demand for retail needs ranges fair to good, especially where featured, while food service orders are seasonally strong. Churning schedules continue to edge lower as cream supplies tighten. Many butter producers anticipate additional cream offerings during the upcoming July 4 holiday weekend.

FOB CENTRAL STATES PLANTS: MIN 20,000 POUNDS, \$ PER POUND

1/4 LB. PRINTS	:	1.2300-1.6375
1 LB. PRINTS	:	1.1950-1.3575
CHIPS/PATTIES	:	1.2200-1.4300
REDDIES	:	1.3050-1.5400
CONTINENTALS	:	1.4600-1.6500

WEST

Western butter prices are steady to lower. A few producers are discounting bulk to stimulate some additional interest. Some contacts have mentioned that demand is not as good as in recent weeks. Strong cream interest from ice cream manufacturers has continued to limit churning at some locations.

WHOLESALE SELLING PRICES: DELIVERED WESTERN CITIES 150 - 1000 POUNDS, DOLLARS PER POUND

1/4 LB. PRINTS	:	1.4125-1.4600
1 LB. PRINTS	:	1.3400-1.4025
PATTIES	:	1.3825-1.5500
REDDIES	:	1.5100-1.5275

FOB CALIFORNIA PLANTS - GRADE AA 100 CASES AND UP, DOLLARS PER POUND

1/4 LB. PRINTS	:	1.1375-1.1575
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WEEKLY COLD STORAGE HOLDINGS - SELECTED STORAGE CENTERS IN THOUSAND POUNDS - INCLUDING GOVERNMENT STOCKS

	BUTTER	CHEESE
	:	:
06/30/97	40,877	116,004
06/01/97	40,453	117,907
CHANGE	+ 424	- 1,903
% CHANGE	+ 1	- 2

CHEESE MARKETS

NORTHEAST

Prices are unchanged and the market tone is steady. Production levels have been quite heavy as there was a lot of surplus milk available in the Northeast. These volumes eased slightly this week as the hot weather took its toll on the cows. However, ample volumes of surplus milk are still available to local cheese makers. Cheese stocks are more than adequate for the seldom better than fair retail demand. Food service orders are fair to good as resort area outlets coming into their peak season.

WHOLESALE SELLING PRICES: DELIVERED,
DOLLARS PER POUND (1000 - 5000 POUNDS MIXED LOTS)

Cheddar 10# Prints	:	1.1900-1.6500
Cheddar Single Daisies	:	1.1600-1.6450
Cheddar 40# Block	:	1.3050-1.4550
Process 5# Loaf	:	1.3325-1.4750
Process 5# Sliced	:	1.3525-1.4950
Muenster	:	1.3475-1.7475
Grade A Swiss Cuts 10 - 14#	:	2.2500-2.5050

MIDWEST

The cheese market is unsettled. At the Chicago Mercantile Exchange on June 26, both 40# block and barrel prices were unchanged. Some traders anticipate price increases towards late summer/fall as milk supplies tighten seasonally and schools reopen. Some processors and/or packagers needed overtime over the past weekend to produce and deliver product in anticipation of the holiday shortened week. Other firms found that overtime was not necessary to fill orders. Some processor/packagers are planning an extended, up to a 4 day, weekend for the holiday observance. Buyers are finding no difficulty in acquiring additional stocks of most current varieties. Barrels offerings continue generally ample to burdensome, particularly with some age. Additional cheddar offerings are available at attractive prices from Western sources. Recent declines in Swiss prices have helped stimulate extra sales with inventories generally in good shape for most producers. Swiss for processing offerings are limited. Milk receipts are declining in more areas, as continued heat and humidity are helping lower receipts. Cheese yields are steady to lower reflecting lower fat and protein levels.

WISCONSIN WHOLESALE SELLING PRICES: DELIVERED,
DOLLARS PER POUND (1000 - 5000 POUNDS MIXED LOTS)

Process American 5# Loaf	:	1.4900-1.5600
Brick And/Or Muenster 5#	:	1.4900-1.6250
Cheddar 40# Block	:	1.4200-1.9150
Monterey Jack 10#	:	1.6200-1.9150
Blue 5#	:	1.7725-2.0300
Mozzarella 5 - 6# (Low Moisture, Part Skim)	:	1.5425-1.9150
Grade A Swiss Cuts 6 - 9#	:	2.1000-2.4850

WEST

Wholesale cheese prices are unchanged following steady prices at the Chicago Mercantile Exchange. Current cheddar sales remain sluggish as many buyers are operating on reduced schedules this week with the holiday. Offerings remain ample for current needs. Food service activity is about steady. Cheese production reflects milk availability. During the week ending June 25, CCC purchased 253,000 pounds of Western barrels under the price support program.

WHOLESALE SELLING PRICES: DELIVERED, DOLLARS PER POUND
(1000 - 5000 POUNDS MIXED LOTS)

Process 5# Loaf	:	1.3125-1.6900
Cheddar 40# Block	:	1.3500-1.7300
Cheddar 10# Cuts	:	1.5850-1.7800
Monterey Jack 10#	:	1.5350-1.7800
Grade A Swiss Cuts 6 - 9#	:	2.3375-2.5600

FOREIGN TYPE CHEESE

Prices and the market tone are unchanged. Demand for most imported and foreign-type cheese is seasonally slow. The new GATT-year has begun and buyers/importers have been and are assessing their positions before booking new volumes.

WHOLESALE SELLING PRICES: FOB DISTRIBUTORS DOCK
DOLLARS PER POUND (1000 - 5000 POUNDS, MIXED LOTS)

VARIETY	NEW YORK	
	IMPORTED	DOMESTIC
	:	:
Roquefort	: 5.5000-6.8900	: -0-
Blue	: 2.6400-3.1400	: 1.5025-2.0700
Gorgonzola	: 3.2400-5.9400	: 2.1250-2.4900
Parmesan (Italy)	: TFEWR	: 2.8700-2.9500
Romano (Italy)	: 2.1900-2.9000	: -0-
Provolone (Italy)	: 3.4400-5.5000	: 1.1750-1.6825
Romano (Cows Milk)	: -0-	: 2.7050-2.9100
Sardo Romano (Argentina)	: 2.6500-3.2900	: -0-
Reggianito (Argentina)	: 2.6500-3.2900	: -0-
Jarlsberg-(Brand)	: 2.7400-3.1200	: -0-
Swiss Cuts Switzerland	: -0-	: 2.2500-2.5050
Swiss Cuts Finnish	: 2.5900-2.8500	: -0-
Swiss Cuts Austrian	: 2.2500-2.7500	: -0-
Edam	:	:
2 Pound	: TFEWR	: -0-
4 Pound	: 2.1900-3.0900	: -0-
Gouda, Large	: 2.3900-3.1500	: -0-
Gouda, Baby (\$/Dozen)	:	:
10 Ounce	: 27.8000-31.7000	: -0-

* = Price change.

FLUID MILK AND CREAM

E A S T

It is hot again in the Southeast and Middle Atlantic areas. Milk production is dropping rapidly in those areas. In New York and New England where temperatures are more moderate, the milk flow is easing lower and fluid milk supplies are still burdensome. Handlers are shipping milk out of region to find processing capacity. Volumes, though lighter, are moderate to heavy. In the very hot sections, yields are lower. Typically the heat puts cows off feed and makes them drink more which does affect the fat and solids level in the milk. Florida and other Southeastern states are importing milk to supplement their own supply. Florida handlers report importing about 70 loads from outside normal sources. These are in addition to the 60+ loads from suppliers within their pool. Also, shipments from the Southwest are starting. Ten loads a day coming into the Southeast from New Mexico. Bottled milk sales ranged from generally slow to fairly good. Some bottlers are increasing operating schedules so they can be down an additional day over the July 4 weekend. Manufacturing plant operations range from limited in the Southeast to very heavy in New England. However, with growing volumes of milk moving to Florida from the Middle Atlantic area, some plants are able to take in milk and ease the pressure on some New England plants. The condensed skim market is fair to good and prices are often lower. Offerings are heavy and demand fair. Prices are generally lower which is helping spot interest. The fluid cream market remains firm and spot prices are trending higher. Offerings are tight despite the excessive volumes of surplus milk in the Northeast. Demand for cream is good and multiples used to determine prices are generally at or above 150, f.o.b. However, as we near the holiday weekend, more cream is available and multiples are near last week's low of 148. Many operations are expected to be down an extra day or two which has a direct impact on cream demand and prices. At midweek, there were a few loads looking for a "weekend" home. Ice cream production is in full swing, but the high prices for fat are causing some manufacturers to switch to sorbets and low fat ice creams. Soft serve mix sales are very good. Bottled cream demand is mixed; best where strawberries are in season. Churning activity is moderate, often lighter.

FLUID CREAM AND CONDENSED SKIM PRICES IN TANKLOT QUANTITIES

SPOT PRICES OF CLASS II CREAM, \$ PER LB BUTTERFAT

F.O.B. Producing Plants: Northeast	-	1.5540 - 1.6590
Delivered Equivalent Atlanta	-	1.5355 - 1.6590 M 1.5455-1.6275
F.O.B. Producing Plants: Upper Midwest	-	1.5225 - 1.5750

PRICES OF CLASS II CONDENSED SKIM, \$ PER LB WET SOLIDS

F.O.B. Producing Plants: Northeast	-	0.9800 - 1.0450
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M I D W E S T

SPOT SHIPMENTS:

	LOADS
JUNE 27 - JULY 2, 1997	0
PREVIOUS WEEK	0
COMPARABLE WEEK IN 1996	42

Class I sales were irregularly steady to slightly higher where first of the month sales stimulated some extra movement. Total milk supplies were lower as milk receipts declined after a few days of hot and humid weather through most of the region. Also, interregional shipments into the upper Midwest for processing were generally lighter. However, some extra offerings are expected over the long holiday weekend. Those shipments are expected to dry up early next week. Some plant operators have been trying to schedule an (extra) day off, to allow personnel and equipment a break after the recent run of extended

schedules. Fat and protein tests are steady to lower as are product yields. Spot milk prices were higher in the Wisconsin area and generally not less than 25 cents below class, up to 10 cents over class. In other areas, spot manufacturing milk prices can be below \$9.00 in order to find a home. Some milk is flowing into the Southeast deficit areas from the Texas/New Mexico area. Early forecasts indicate that perhaps more milk will flow West to East rather than North to South in the Central region to help fill deficit areas later this summer and fall. Cream demand was excellent over the past week, but interest in holiday weekend supplies was lighter as some operations are planning to close for a longer weekend. Ice cream and chip dip lines were active, including over the past weekend. Multiples moved higher over the past week, but are expected to decline over the long holiday weekend. The warmer weather has helped push crop maturity along though recent heavy rains, including flooding, high winds and hail, damaged/destroyed crops and other property in localized areas.

WISCONSIN LIVESTOCK AUCTIONS (PER CWT.)

	JUNE 26-JULY 1	PREVIOUS YEAR
SLAUGHTER COWS	\$ 38.00- 44.00	\$ 32.00- 39.00
REPLACEMENT HEIFER CALVES	\$ 60.00-135.00	\$ 95.00-135.00

SOUTH ST. PAUL TERMINAL AUCTION MARKET (PER CWT.)

	JUNE 26-JULY 1	PREVIOUS YEAR
SLAUGHTER COWS	\$ 38.00- 44.25	\$ 32.00- 37.00

W E S T

The June California 4a (butter/powder) price is \$12.03, up 54 cents from May but \$1.95 below last June. The 4b (cheese) milk price is \$9.90, up 11 cents from May, but \$3.24 less than a year ago. The U.S. average "all milk" price in June was \$12.60 per cwt. at a fat test of 3.54%. All Milk prices for selected Western states are: Arizona \$12.10 at 3.51%; California, \$11.90 at 3.50%; Colorado \$12.30 at 3.52%; Idaho \$11.00 at 3.45%; New Mexico \$12.70 at 3.37%; Oregon \$12.10 at 3.52%; Utah \$11.60 at 3.50%; and Washington \$12.10 at 3.52%. Milk production in much of California is steady to slightly rebounding due to excellent weather conditions. Moderate temperatures during the days and nights are providing near ideal cow comfort levels and limited stress. In Arizona and New Mexico, temperatures are hotter and milk is declining toward seasonal lows. Producers in California and the Southwest anticipate no problems processing milk over the Fourth of July holiday weekend. Fluid milk orders were better early in the week, but backed off later. Cream interest remains good with multiples holding in the mid 130's. Movements to ice cream plants were active, but occasionally disrupted by holiday down time. Cream sales to other regions continue. In the Northwest, milk receipts are following usual patterns. In Oregon and Washington, some plant operators are reporting that milk intakes have likely peaked for the year and have started to slip from those high levels. Receipts are generally holding above year ago levels for most operations. Cool, often wet weather has kept grass and pastures in good condition. Ice cream sales and production continues active. In parts of Idaho, production is still climbing and manufacturing schedules remain accordingly heavy. Temperatures remain cool in many parts of the Mountain region. The number of slaughter cows in the Northwest remain heavy and prices are little changed overall from recent weeks. Some producers in the Northwest are starting second crop hay while others are farther behind due to the rain delay.

CENTRAL AND WEST DRY MILK PRODUCTS

All reports, except California manufacturing plants, were released 07/02/97 and represent FOB Central and Western production areas. Prices represent CL/TL quantities in 50 lb., 100 lb., or 25 kg. bags, spray process, dollars per pound.

NONFAT DRY MILK - CENTRAL

Nonfat dry milk prices are holding mostly steady, but fractional adjustments were noted on both ends of the range. The majority of sales continue to trade in the \$1.07 to \$1.08 range. Demand is mostly light and limited to DEIP orders and fill-in needs. Trading is especially light prior to the extended holiday weekend. Production is expected to increase over the weekend to process the additional surplus milk. In the more southern part of the region, milk production and surplus milk volumes are declining. NDM stocks range from light to heavy.

Includes EXTRA GRADE and GRADE A, all heat treatments

NONFAT DRY MILK: 1.0550 - 1.1050 MOSTLY: 1.0700 - 1.0800

DRY BUTTERMILK - CENTRAL

Dry buttermilk prices are unchanged in limited trading. The market tone remains weak. Several contacts expect pricing levels to begin to moderate and usage to increase. Additional buttermilk continues to be offered from resellers and from other regions. Production is seasonally active, but varies among plants. Drying schedules are expected to be higher over the extended holiday weekend. Several big users of condensed buttermilk have lighter orders. Buttermilk inventories remain in excess of current needs.

BUTTERMILK: 1.0000 - 1.1050

DRY WHEY - CENTRAL

Dry whey prices continue to increase in light trading. The market tone remains firm. Demand is fair to good and not fully satisfied. Resale loads are also being offered at premiums. Condensed whey offerings are indicated to be fairly heavy this week. What these offerings signal is unclear, but the holiday weekend and slower dryer runs are likely contributors. Production is declining at many facilities. Milk intakes are lower due to hot, humid weather over most of the region. Cheese production is also trending lower. Whey stocks range from light to moderate and are held with confidence.

NONHYGROSCOPIC: .1950 - .2175 MOSTLY: .2000 - .2050

ANIMAL FEED WHEY - CENTRAL

Delactose prices are unchanged and nominal in light trading. Demand is seasonally fair. Some production problems are reported due to hot and humid conditions. Supplies are in excess of current demand. However, some producers are beginning to increase inventories for use later in the year. Prices for the other whey types are higher and nominal. Following the firm trend of the edible whey market, demand for these products is good. Stocks and offerings are limited. Weather conditions are contributing to more off-grade whey being produced.

MILK REPLACER: .1775 - .1975
STANDARD: .1750 - .1850
ROLLER GROUND: .2000 - .2150
DELACTOSE (Min. 20% protein): .3300 - .3500

LACTOSE - CENTRAL AND WEST

Lactose prices are lower due to the inclusion of third quarter contract prices which were down from second quarter prices. Some contract prices are still being negotiated. Levels were lower for most players. (Prices were also lower for higher mesh lactose.) The market undertone remains weak. Extra supplies are causing much of the current market pressure. Spot trades are also declining. Spot interest is light at best and prices need to be "right" to move. Production is declining seasonally. Stocks range from committed to moderate to heavy.

Including spot sales and up to 3 month contracts. Mesh size 30 - 100.

EDIBLE: .2000 - .2800 MOSTLY: .2300 - .2500

WHEY PROTEIN CONCENTRATE - CENTRAL AND WEST

Prices are higher and the market tone is firm. Demand is fair to good and competition is increasing for the limited spot offerings. More producers are establishing premiums if they have spot loads to offer. Production is declining, but volumes are currently good. Contract orders are being filled on a timely basis. Producers' stocks vary from light to moderate.

EXTRA GRADE 34% PROTEIN: .5750 - .6300 MOSTLY: .5975 - .6075

NONFAT DRY MILK - WEST

The top end of the low/medium heat range declined while the majority of prices are unchanged. High heat prices are unchanged. The market tone remains weak. Sales are mainly limited to contract sales and DEIP orders during the holiday-shortened week. Stocks remain in excess of current needs. The USDA announced the issuance of DEIP allocations for the period July 1 through June 1998. Bonuses under the DEIP program are available to 115 countries totaling 92,217 MT of nonfat dry milk, compared to 100,222 MT last year. Last week, western producers offered 459,547 pounds of NDM to the CCC under the price support program.

Includes EXTRA GRADE and GRADE A

LOW/MEDIUM HEAT: 1.0400 - 1.0675 MOSTLY: 1.0400 - 1.0500
HIGH HEAT: 1.0600 - 1.0800

DRY BUTTERMILK - WEST

Dry buttermilk prices are slightly higher on the bottom end of the range, but steady for the mostly range. The market tone is unsettled. Some signals are appearing that prices are leveling off. Demand is fair to good and ice cream accounts are taking more dry buttermilk. Offerings of current production are limited as plants are churning less.

BUTTERMILK: 1.0000 - 1.0700 MOSTLY: 1.0100 - 1.0300

DRY WHEY - WEST

Prices are unchanged to higher. Current whey offerings are limited. Some producers are fully committed for various periods into the future. Manufacturers are holding any inventory with confidence. Domestic interest is steady to improved. Limited export activity is keeping inventories from accumulating at other locations.

NONHYGROSCOPIC: .1950 - .2200 MOSTLY: .1950 - .2125

The weighted average price for Extra Grade and Grade A Nonfat Dry Milk for the seven day period ended June 27, on powder sales of 11,878,222 pounds f.o.b. California manufacturing plants was \$1.0522 per pound. This compares to 9,941,373 pounds at \$1.0547 for the previous week ending June 20, 1997. Prices for both periods were influenced by the effect of long-term contract sales. Compiled by the Dairy Marketing Branch, California Department of Food and Agriculture.

NORTHEAST, SOUTHEAST, AND NATIONAL MILK PRODUCTS

All reports represent carlot/trucklot quantities in 50 lb., 100 lb., or 25 kg. bags, spray process, dollars per pound, unless otherwise specified. Delivered Southeast is delivered equivalent Atlanta.

NONFAT DRY MILK - NORTHEAST AND SOUTHEAST

Prices are mostly steady to slightly higher. The market tone is mixed. Surplus milk supplies are easing seasonally, but production is still quite heavy. However, more milk is being shipped to Southern handlers and dryers are not as pressed as past weeks. Plant stocks are heavy and demand is fair. The market remains highly competitive. Contacts report that the holiday shortened week does seem to cause an inactive sales week.

Includes EXTRA GRADE and GRADE A, all heat treatments

F.O.B. NORTHEAST:	1.0550 - 1.1500
DELVD SOUTHEAST:	1.0850 - 1.1300

DRY BUTTERMILK - NORTHEAST AND SOUTHEAST

Prices and the market tone are unchanged. Production levels are light to moderate. Producers are often faced with heavy volumes of skim to dry and most are shipping their buttermilk as condensed rather than taking dryer time away from skim. Demand is improved slightly as prices for cream/fat are increasing. Contacts report quite a bit of resale activity due to tight supplies at producers' plants.

F.O.B. NORTHEAST:	1.0600 - 1.0900
DELVD SOUTHEAST:	1.0975 - 1.1400

DRY WHOLE MILK - NATIONAL

Prices are steady to lower and the market tone is about steady. Some increased output is reported by those operations filling contracts. Spot demand is just fair and some operations are making dry whole milk as orders are received. Plant stocks are generally light and closely balanced with orders. During the July 1, 1996 - June 30, 1997 period, DEIP bid acceptances for dry whole milk totaled 2,195 MT, down 2,306 MT from the same period a year earlier.

F.O.B. PRODUCING PLANT:	1.1600 - 1.2400
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DEIP BID ACCEPTANCE SUMMARY

JULY 1, 1996 THROUGH JUNE 30, 1997
WITH CHANGES FROM PREVIOUS REPORT

NONFAT DRY MILK	--	69,895	MT (154,090,516 LBS)
CHANGE	--	4,553	MT (10,037,543 LBS)
WHOLE MILK POWDER	--	2,195	MT (4,839,097 LBS)
CHEESE	--	3,020	MT (6,657,892 LBS)
CHANGE	--	111	MT (244,711 LBS)
BUTTERFAT	--	9,314	MT (20,533,644 LBS)
CHANGE	--	3,931	MT (8,666,283 LBS)

DRY WHEY - NORTHEAST AND SOUTHEAST

Prices are higher again this week and mostly nominal. The market tone is firmer. Producers report steady output, but few have any powder to offer on the spot market. Contacts state that most trades are through or between resellers who have inventories or contracts with producers. Demand is reported as good.

F.O.B. NORTHEAST:	EXTRA GRADE	.1950 - .1975
	USPH GRADE A	.1925 - .2100
DELVD SOUTHEAST:		.2125 - .2425

ANIMAL FEED WHEY - NORTHEAST

Prices are steady to higher this week and remain nominal. Stocks of human food, dry whey are tight and little downgraded product is being offered. Animal feed buyers, who have not already bought, are showing more interest before prices move much higher. However, most have sufficient volumes and are not overly anxious to buy at the higher prices.

F.O.B. NORTHEAST:	MILK REPLACER	.1775 - .1900
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EVAPORATED MILK - NATIONAL

Prices and the market tone are unchanged. Production levels are rather heavy where large volumes of surplus milk are available. However, where milk supplies are falling, output is easing. Plant stocks are building at most locations. Demand is seasonally slow to fair.

DOLLARS PER 48 - 12 FLUID OUNCE CANS PER CASE DELIVERED MAJOR U.S. CITIES \$22.50 - 33.00

Excluding promotional and other sales allowances. Included new price announcements.

CASEIN - NATIONAL

Casein prices are unchanged to lower and the market tone is weak. Third quarter quotations are unchanged to lower. Stocks of rennet and acid are readily available. Some casein is being offered at lower prices, but users are inquiring about the source and quality. Rennet demand is less aggressive now that schools are out for summer vacations and the weak tone to the natural cheese market. Acid sales remain seasonally steady.

SPOT SALES AND UP TO 3 MONTH CONTRACTS. PRICES ARE FOR EDIBLE NONRESTRICTED AND VARY ACCORDING TO MESH SIZE AND QUALITY.

RENNET:	2.2000 - 2.2800
ACID:	2.0000 - 2.2000

COFFEE, SUGAR, & COCOA EXCHANGE AND CHICAGO MERCANTILE EXCHANGE FUTURES

Selected settling prices, (open interest), and volume 1/

Month	06/19	06/20	06/23	06/24	06/25	06/26	06/27	06/30	07/01	07/02
CSCE CHEDDAR CHEESE -- Cents per pound										
JUN 97	111.00 (8) 2	111.00 (3) 3								
AUG 97	127.00 (13) 0	127.00 (13) 0	125.30 (13) 0	121.80 (13) 0	124.00 (13) 1	124.30 (13) 0	124.50 (13) 0	124.30 (13) 0	124.50 (13) 0	UNAVAILABLE
OCT 97	136.70 (4) 0	136.70 (4) 0	135.00 (4) 0	131.50 (8) 4	133.70 (8) 0	133.00 (8) 0	133.00 (8) 0	133.00 (8) 0	131.00 (8) 0	
CSCE - NONFAT DRY MILK -- Cents per pound										
JUN 97	104.00 (24) 0	104.00 (24) 0								
AUG 97	107.70 (69) 0	107.70 (69) 0	107.70 (69) 0	107.70 (69) 0	107.50 (69) 0	106.50 (69) 0	106.50 (69) 0	106.50 (69) 0	106.50 (69) 0	UNAVAILABLE
CSCE - FLUID MILK -- Dollars per cwt.										
JUN 97	11.23 (36) 0	11.64 (33) 0								
AUG 97	13.33 (27) 5	13.74 (27) 2	13.74 (27) 1	13.73 (27) 0	13.65 (27) 0	13.60 (27) 0	13.55 (27) 2	13.50 (27) 0	13.46 (27) 0	UNAVAILABLE
OCT 97	13.63 (11) 0	14.04 (11) 0	14.04 (11) 0	14.00 (11) 0	13.92 (11) 0	13.87 (11) 0	13.82 (11) 1	13.85 (11) 0	13.85 (11) 0	
CSCE - BUTTER - Cents per lb.										
JUN 97	104.00 (4) 0	104.00 (4) 0								
AUG 97	111.50 (163)0	111.50 (160)0	111.50 (163)0	111.20 (163)0	111.00 (163)2	110.30 (163)5	110.30 (163)0	110.30 (163)1	108.20 (161)2	UNAVAILABLE
OCT 97	110.50 (14) 0	110.50 (14) 0	110.50 (14) 0	110.20 (14) 0	110.00 (14) 0	109.30 (14) 0	109.30 (14) 0	109.30 (14) 0	107.20 (14) 0	
CSCE - BFP -- Dollars per cwt.										
JUN 97	10.93 (169)9	10.83 (149)2	10.85 (150)2	10.90 (147)4	10.90 (146)0	10.89 (146)0	10.73 (146)0	10.73 (146)30	10.70 (145)1	UNAVAILABLE
AUG 97	12.06 (370)4	12.09 (368)0	11.95 (368)1	12.00 (386)31	11.97 (390)17	11.93 (390)4	11.96 (404)16	12.00 (408)34	12.00 (430)4	
OCT 97	12.63 (286)10	12.55 (276)7	12.55 (278)8	12.51 (278)0	12.52 (279)1	12.56 (277)0	12.45 (281)12	12.59 (287)32	12.55 (288)7	
CME - BUTTER -- Cents per pound										
JUN 97	111.95 (16) 0									
JLY 97	112.00 (198)6	111.75 (198)1	111.75 (200)4	112.25 (201)4	111.60 (198)5	111.60 (193)5	111.25 (191)2	110.25 (185)8	109.25 (183)1	UNAVAILABLE
SEP 97	116.00 (109)0	115.50 (109)0	115.50 (109)1	116.00 (109)0	115.45 (111)7	115.45 (119)15	115.00 (119)0	114.25 (120)0	112.75 (120)0	

1/ Open interest for NDM and cheddar -- 4 contracts equal 40,000 pounds. Open interest for fluid milk (at both exchanges) -- 1 contract equals 50,000 pounds. For more detailed information, you may call our automated voice system at 608-224-5088 or the CSCE's Soft Fax at 212-742-6111.

INTERNATIONAL DAIRY MARKET NEWS

Information gathered June 23 - July 3, 1997

Prices are U.S. Dollars per MT, F.O.B. port. Information gathered for this report is from trades, offers to sell, and secondary data. This bi-weekly report may not always contain the same products and/or regions. Future reports may be included or withdrawn depending on availability of information. MT = metric ton = 2,204.6 pounds.

WESTERN AND EASTERN EUROPE

OVERVIEW: WESTERN EUROPE: The new GATT year has begun, although overall trading activity within and outside of Europe is quite slow. A strong U.S. dollar, along with readily available stocks of most dairy products, is putting downward pressure on prices. Outside of butter, offerings are plentiful from nearly every source. Buyer interest is light and unaggressive. Seasonal milk production has now peaked in most areas and noticeable declines are occurring in many regions. Persistent rainfall in Western Europe has replenished moisture levels and basically put an end to the dry conditions of late spring. Butter inventories continue to build from very low levels. In light of lower than desired butter stocks earlier this spring, the overall tone to the butter market is firm. Higher prices are discouraging potential sales, but most handlers would rather enhance their inventories at this time versus enter into new sales agreements. European traders continue to monitor dairy product clearances out of the United States, especially following the announcement of the new Dairy Export Incentive Program (DEIP) allocations for the period July 1997 - June 1998. Under the U.S. DEIP program, nonfat dry milk, whole milk powder, butterfat, and various varieties of cheese qualify for export bonuses. European traders are reporting that as long as the U.S. and other exporting regions of the world remain active in international trade, prices and sales potential for European products will probably remain low.

BUTTER/BUTTEROIL: Butter markets and prices are steady to firm. Inventory levels remain lighter than last year at this time. Due to the lighter volumes of butter in private storage, most producers and handlers are holding current supplies with confidence and replenishing inventories versus selling at this time. Some small-tonnage interest is starting to occur from Russia.

82% BUTTERFAT:	1,600 - 1,750
99% BUTTERFAT:	1,850 - 1,900

SKIM MILK POWDER (SMP): Skim milk powder markets are generally steady, although prices are unchanged to slightly lower. Trading activity for skim, along with most all other dairy products, is slow. Some traders feel that the international market might be unaggressive for another 6 - 8 weeks. Currently, there are no buyers in the market, thus no sellers. European traders continue to monitor the United States' activity in the international skim powder market.

1.25% BUTTERFAT:	1,625 - 1,750
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WHOLE MILK POWDER (WMP): Whole milk powder markets are generally steady at unchanged prices, although a weak undertone to the market is developing. Basically, there is no buyer interest at this time. There is plenty of powder available for the limited interest. Some resale powder is being offered in the market which is putting downward pressure on current prices.

26% BUTTERFAT:	1,650 - 1,900
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SWEET WHEY POWDER: Holland obtained the major portion of the recent Japanese whey tender with the U.S. and Canada receiving a combined total of about 25% of the 1,500 tons. Outside of this tender, trading activity for whey and other dairy products is slow and unaggressive. Stocks of powder are fully sufficient for the limited buyer interest.

NONHYGROSCOPIC:	400 - 540
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OVERVIEW: EASTERN EUROPE: Trading of dairy products in Eastern Europe is much the same as in Western areas. Stock levels are sufficient for limited buyer interest. Weather conditions are nearly ideal for milk production gains. In most areas, milk output is holding steady at peak levels with some seasonal declines starting to occur.

OCEANIA

OVERVIEW: Market conditions in the Oceania region are much the same as in past weeks. The winter season is now at hand, thus milk production throughout the region is at seasonal low levels. Although production is light, many producers are looking toward and making plans for the upcoming production season which will resume next month. Dairy product sales activity mainly centers around previous commitments. Stocks are reported to be sufficient for contracted needs with minimal amounts available for new buyer interest.

BUTTER: Some inquiries for butter are starting to surface from Russia, much to the surprise of butter handlers. In the past, this is not the time of the year for Russia to be getting butter, but some contacts are speculating that Russia has possibly reorganized their distribution network which allows them to resume purchases earlier than in the past. Outside this inquiry, butter demand is light and centers around previous commitments. Stocks are sufficient for contractual needs, but tight for additional sales.

82% BUTTERFAT:	1,400 - 1,450
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CHEDDAR CHEESE: Prices and the market tone for cheese are generally unchanged. Stocks of cheese are fully sufficient and, sometimes, heavier than handlers want for this time of the season. Due to heavier stocks, some handlers are very aggressive in marketing the additional cheese, which is putting downward pressure on prices from other areas of the world for international sales.

39% MAXIMUM MOISTURE:	2,000 - 2,100
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SKIM MILK POWDER (SMP): Skim powder markets are generally steady, although prices are unchanged to lower. Milk production in the Oceania market is now at seasonal low levels, thus powder output is limited. Due to virtually no powder production, current sales and trading activity is occurring from favorable inventory levels. New buyer interest is limited with most activity centering around previous commitments.

1.25% BUTTERFAT:	1,675 - 1,750
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WHOLE MILK POWDER (WMP): Whole milk powder markets remain steady at unchanged prices. Overall buyer interest is light and unaggressive. Stocks of powder are reported to be in balance for committed needs with minimal amounts available for new spot interest.

26% BUTTERFAT:	1,725 - 1,800
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Exchange rates for selected foreign currencies: June 30, 1997

.5091 Dutch Guilder	.5729 German Mark
.1701 French Franc	.6804 New Zealand Dollar
.1261 Mexican Peso	.7538 Australian Dollar
1.6645 British Pound	.0087 Japanese Yen
.3042 Polish Zloty	

To compare the value of 1 US Dollar to Mexican Pesos: $(1/.1261) = 7.9302$. That is 1 US Dollar equals 7.9302 Mexican Pesos.

Source: *Wall Street Journal*

DEIP BID ACCEPTANCE
JUNE 1997

ACCEPTANCE DATE	DESTINATION	QUANTITY (MT)	DEL. PERIOD	BONUS/MT
NONFAT DRY MILK				
JULY - MAY 1997		56,689		
06/04	CARIBBEAN, CENT & S. AM	204	JUN-AUG	\$787.50
06/04	ASIA & FSU	1,980	JUL-DEC	\$810
06/05	CARIBBEAN, CENT & S. AM	2,071	JUN-OCT	\$829.85
06/05	AFRICA & MIDDLE EAST	605	JUN-OCT	\$855
06/06	CARIBBEAN, CENT & S. AM	255	JUN-OCT	\$838.20
06/06	ASIA & FSU	1,300	JUN-AUG	\$835
06/09	CARIBBEAN, CENT & S. AM	139	JUN-SEP	\$843.83
06/10	ASIA & FSU	112	JUN-AUG	\$835
06/10	CARIBBEAN, CENT & S. AM	50	JUN-JUL	\$780
06/10	AFRICA & MIDDLE EAST	280	JUN-NOV	\$860
06/11	AFRICA & MIDDLE EAST	130	JUN-SEP	\$818.69
06/11	CARIBBEAN, CENT & S. AM	53	JUN-SEP	\$819.30
06/12	ASIA & FSU	119	AUG-SEP	\$835
06/12	CARIBBEAN, CENT & S. AM	52	JUN-JUL	\$786.08
06/13	CARIBBEAN, CENT & S. AM	170	JUN-JUL	\$769
06/16	CARIBBEAN, CENT & S. AM	51	JUN-JUL	\$775
06/17	CARIBBEAN, CENT & S. AM	170	SEP-NOV	\$800
06/17	AFRICA & MIDDLE EAST	153	JUN-JUL	\$855
06/18	ASIA & FSU	300	SEP-DEC	\$815
06/19	CARIBBEAN, CENT & S. AM	85	JUN-AUG	\$778
06/20	CARIBBEAN, CENT & S. AM	374	JUN-AUG	\$827.27
06/23	ASIA & FSU	70	JUN-JUL	\$795
06/25	AFRICA & MIDDLE EAST	102	JUL-AUG	\$875
06/26	CARIBBEAN, CENT & S. AM	325	JUN-AUG	\$806.21
06/27	CARIBBEAN, CENT & S. AM	837	JUL-SEP	\$838.38
06/30	AFRICA & MIDDLE EAST	14	JUL	\$850
06/30	ASIA & FSU	3,000	JUL-SEP	\$810
06/30	CARIBBEAN, CENT & S. AM	205	JUL	\$667
JUNE 1 - 30, 1997		<u>13,206</u>		
PROGRAM TO DATE		69,895		
WHOLE MILK POWDER				
JULY - MAY 1997		1,789		
06/05	CARIBBEAN, CENT & S. AM	32	JUN-JUL	\$1,018
06/10	CARIBBEAN, CENT & S. AM	46	JUN-JUL	\$1,010
06/11	CARIBBEAN, CENT & S. AM	46	JUN-JUL	\$1,001
06/12	CARIBBEAN, CENT & S. AM	100	JUN-JUL	\$1,009
06/13	CARIBBEAN, CENT & S. AM	100	JUN-JUL	\$1,019
06/16	CARIBBEAN, CENT & S. AM	32	JUN-AUG	\$1,000
06/17	CARIBBEAN, CENT & S. AM	16	JUL-AUG	\$1,000
06/17	AFRICA & MIDDLE EAST	34	JUN-AUG	\$1,055
JUNE 1 - 30, 1997		<u>406</u>		
PROGRAM TO DATE		2,195		

DEIP BID ACCEPTANCE
JUNE 1997

ACCEPTANCE DATE	DESTINATION	QUANTITY (MT)	DEL. PERIOD	BONUS/MT
CHEESE				
JULY - MAY 1997		2,781		
06/02-M	AFRICA & MIDDLE EAST	22	JUN-AUG	\$660
06/12-M	AFRICA & MIDDLE EAST	66	JUN-SEP	\$660
06/19-M	AFRICA & MIDDLE EAST	40	JUN-SEP	\$660
06/23-P	AFRICA & MIDDLE EAST	23	JUN-SEP	\$455
06/24-M	AFRICA & MIDDLE EAST	88	JUN-SEP	\$660
JUNE 1 - 30, 1997		<u>239</u>		
PROGRAM TO DATE		3,020		
C-CHEDDAR, G-GOUDA, M-MOZZARELLA, P-PROCESSED AMERICAN CHEESE, CC-CREAM CHEESE				
BUTTEROIL/ANHYDROUS MILKFAT				
JULY - MAY 1997		4,577*		
06/06-B	AFRICA & MIDDLE EAST	600	JUN-AUG	\$1,357
06/06-B	ASIA & FSU	43	JUN-JUL	\$780.51
06/09-A	CARIBBEAN, CENT & S. AM	69	JUN-JUL	\$1,700
06/12-A	ASIA & FSU	29	JUN-JUL	\$1,700
06/20-B	ASIA & FSU	41	JUN-JUL	\$885.32
06/23-A	ASIA & FSU	1	JUN-JUL	\$1,700
06/24-B	CARIBBEAN, CENT & S. AM	19	JUL	\$1,170
06/25-B	ASIA & FSU	500	JUL-DEC	\$1,260
06/26-O	CARIBBEAN, CENT & S. AM	15	JUN-AUG	\$1,731
06/27-B	ASIA & FSU	1,554	JUL-DEC	\$1,251.66
06/30-B	ASIA & FSU	1,600	JUL-DEC	\$1,260
06/30-A	ASIA & FSU	190	JUL-SEP	\$1,700
JUNE 1 - 30, 1997		<u>4,737*</u>		
PROGRAM TO DATE		9,314*		
A.-ANHYDROUS, O-BUTTEROIL, B-BUTTER				
*TOTALS DO NOT ADD DUE TO CONVERSION OF ANHYDROUS /BUTTEROIL TO BUTTER EQUIVALENT				
				PROGRAM-TO-DATE
TOTAL MT				84,424
TOTAL BONUS VALUE				\$71,890,000

Exporters of U.S. milk powder, butterfat and cheddar cheese are aided under the Dairy Export Incentive Program (DEIP), created by Food Security Act of 1985 and extended by the Food, Agriculture, Conservation, and Trade Act of 1990. Export sales are facilitated through payment of bonuses by the U.S. Department of Agriculture's Commodity Credit Corporation. Sales of dairy products will be made through normal commercial channels at competitive world prices. For further information call L.T. McElvain, (202) 720-6211. Conversion: 1 metric ton (MT) = 2,204.6 pounds. **SOURCE: FOREIGN AGRICULTURAL SERVICE**

COMMODITY	REPORT NUMBER 23	REPORT NUMBER 24	REPORT NUMBER 25	REPORT NUMBER 26	REPORT NUMBER 27	1997	1996
	JUN 02 - 06	JUN 09 - 13	JUN 16 - 20	JUN 23 - 27	JUN 30	Average	Average
						or Total	or Total
BUTTER							
CHICAGO (WSP) 2/ (Delivered in Bulk in Fiber Boxes) (Prices Issued Tues, Thurs and Fri)							
TUESDAY							
-- Grade AA	:: 1.1300 - 1.1400	:: 1.1275 - 1.1375	:: 1.1300 - 1.1400	:: 1.1300 - 1.1400	::	::	::
-- Grade A	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	::	::	::
THURSDAY							
-- Grade AA	:: 1.1300 - 1.1400	:: 1.1275 - 1.1375	:: 1.1300 - 1.1400	:: 1.1300 - 1.1400	::	::	::
-- Grade A	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	::	::	::
FRIDAY							
-- Grade AA	:: 1.1300 - 1.1400	:: 1.1275 - 1.1375	:: 1.1300 - 1.1400	:: 1.1300 - 1.1400	::	:: 1.1344	:: 1.3525
-- Grade A	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	::	:: 1.0550	:: 1.2925
CHICAGO MERCANTILE EXCHANGE 3/							
-- Grade AA	:: 1.1275	:: 1.1300	:: 1.1300	:: 1.1300	::	:: 1.1294	:: 1.3663
-- Grade A	:: 1.0500	:: 1.0500	:: 1.0500	:: 1.0500	::	:: 1.0500	:: 1.3063
-- Grade B	:: 1.0500	:: 1.0500	:: 1.0500	:: 1.0500	::	:: 1.0500	:: 1.3063
CENTRAL STATES PRINT (f.o.b. LTL)							
-- Grade AA, 1/4 Lb. Prints	:: 1.2300 - 1.6375	:: 1.2275 - 1.6350	:: 1.2300 - 1.6375	:: 1.2300 - 1.6375	:: 1.2300 - 1.6375	:: 1.4332	:: 1.6513
-- Grade AA, 1 Lb. Prints	:: 1.1950 - 1.3575	:: 1.1925 - 1.3550	:: 1.1950 - 1.3575	:: 1.1950 - 1.3575	:: 1.1950 - 1.3575	:: 1.2757	:: 1.4938
-- Grade AA, Chips/Patties	:: 1.2200 - 1.4300	:: 1.2175 - 1.4275	:: 1.2200 - 1.4300	:: 1.2200 - 1.4300	:: 1.2200 - 1.4300	:: 1.3244	:: 1.5425
-- Grade AA, Reddies	:: 1.3050 - 1.5400	:: 1.3025 - 1.5375	:: 1.3050 - 1.5400	:: 1.3050 - 1.5400	:: 1.3050 - 1.5400	:: 1.4219	:: 1.6388
-- Grade AA, Continentals	:: 1.4600 - 1.6500	:: 1.4575 - 1.6475	:: 1.4600 - 1.6500	:: 1.4600 - 1.6500	:: 1.4600 - 1.6500	:: 1.5544	:: 1.7725
NORTHEAST PRINT (Delivered, LTL)							
-- Grade AA, 1/4 Lb. Prints	:: 1.3400 - 1.5875	:: 1.3375 - 1.5850	:: 1.3400 - 1.5875	:: 1.3400 - 1.5875	:: 1.3400 - 1.5875	:: 1.4632	:: 1.6713
-- Grade AA, 1 Lb. Prints	:: 1.2550 - 1.4375	:: 1.2525 - 1.4350	:: 1.2550 - 1.4375	:: 1.2550 - 1.4375	:: 1.2550 - 1.4375	:: 1.3457	:: 1.5688
-- Grade AA, Chips/Patties	:: 1.3175 - 1.4875	:: 1.3150 - 1.4850	:: 1.3175 - 1.4875	:: 1.3175 - 1.4875	:: 1.3175 - 1.4875	:: 1.4019	:: 1.6200
-- Grade AA, Reddies	:: 1.3925 - 1.5875	:: 1.3900 - 1.5850	:: 1.3925 - 1.5875	:: 1.3925 - 1.5875	:: 1.3925 - 1.5875	:: 1.4894	:: 1.7125
-- Grade AA, Continentals	:: 1.4725 - 1.6475	:: 1.4700 - 1.6450	:: 1.4725 - 1.6475	:: 1.4725 - 1.6475	:: 1.4725 - 1.6475	:: 1.5594	:: 1.7775
CALIFORNIA PRINT (Delivered, LTL)							
-- Grade AA, 1/4 Lb. Prints	:: 1.4150 - 1.4625	:: 1.4125 - 1.4600	:: 1.4125 - 1.4600	:: 1.4125 - 1.4600	:: 1.4125 - 1.4600	:: 1.4368	:: 1.7063
-- Grade AA, 1 Lb. Prints	:: 1.3425 - 1.4050	:: 1.3400 - 1.4025	:: 1.3400 - 1.4025	:: 1.3400 - 1.4025	:: 1.3400 - 1.4025	:: 1.3718	:: 1.5963
-- Grade AA, Patties	:: 1.3850 - 1.5525	:: 1.3825 - 1.5500	:: 1.3825 - 1.5500	:: 1.3825 - 1.5500	:: 1.3825 - 1.5500	:: 1.4668	:: 1.6963
-- Grade AA, Reddies	:: 1.5125 - 1.5300	:: 1.5100 - 1.5275	:: 1.5100 - 1.5275	:: 1.5100 - 1.5275	:: 1.5100 - 1.5275	:: 1.5193	:: 1.7388
CALIFORNIA PLANTS PRINT (f.o.b. LTL)							
-- Grade AA, 1/4 Lb. Prints	:: 1.1400 - 1.1600	:: 1.1375 - 1.1575	:: 1.1375 - 1.1575	:: 1.1375 - 1.1575	:: 1.1375 - 1.1575	:: 1.1481	:: 1.3813
CHEESE							
CHICAGO MERCANTILE EXCHANGE 3/ (1996 AVERAGES ARE FOR NATIONAL CHEESE EXCHANGE)							
-- Barrels	:: 1.1275	:: 1.1250	:: 1.1225	:: 1.1225	::	:: 1.1249	:: 1.4475
-- 40# Blocks	:: 1.1650	:: 1.1675	:: 1.1675	:: 1.1675	::	:: 1.1666	:: 1.4933
WISCONSIN ASSEMBLY POINTS (f.o.b.)							
-- Cheddar Barrels	:: 1.1175 - 1.1375	:: 1.1175 - 1.1375	:: 1.1150 - 1.1350	:: 1.1125 - 1.1325	:: 1.1125 - 1.1325	:: 1.1255	:: 1.4575
-- Cheddar 40# Blocks	:: 1.1650 - 1.1900	:: 1.1650 - 1.1850	:: 1.1675 - 1.1925	:: 1.1675 - 1.1975	:: 1.1675 - 1.1975	:: 1.1789	:: 1.5150
WISCONSIN (WSP, Delivered, LTL)							
-- Process American 5# Loaf	:: 1.4900 - 1.5600	:: 1.4900 - 1.5600	:: 1.4900 - 1.5600	:: 1.4900 - 1.5600	:: 1.4900 - 1.5600	:: 1.5250	:: 1.6850
-- Brick And/Or Muenster 5#	:: 1.4900 - 1.6225	:: 1.4900 - 1.6225	:: 1.4900 - 1.6250	:: 1.4900 - 1.6250	:: 1.4900 - 1.6250	:: 1.5569	:: 1.8538
-- Cheddar 40# Block	:: 1.4175 - 1.9150	:: 1.4175 - 1.9150	:: 1.4200 - 1.9150	:: 1.4200 - 1.9150	:: 1.4200 - 1.9150	:: 1.6669	:: 1.7625
-- Monterey Jack 10#	:: 1.6175 - 1.9150	:: 1.6175 - 1.9150	:: 1.6200 - 1.9150	:: 1.6200 - 1.9150	:: 1.6200 - 1.9150	:: 1.7669	:: 1.8625
-- Blue 5#	:: 1.7700 - 2.0300	:: 1.7700 - 2.0300	:: 1.7725 - 2.0300	:: 1.7725 - 2.0300	:: 1.7725 - 2.0300	:: 1.9007	:: 2.2150
-- Provolone 10 - 12#	:: TFEWR	:: TFEWR	:: TFEWR	:: TFEWR	:: TFEWR	:: TFEWR	:: 1.9350
-- Mozzarella 5 - 6#	:: 1.5400 - 1.9150	:: 1.5400 - 1.9150	:: 1.5425 - 1.9150	:: 1.5425 - 1.9150	:: 1.5425 - 1.9150	:: 1.7282	:: 1.8188
-- Grade A Swiss Cuts 6 - 9#	:: 2.2075 - 2.4850	:: 2.2075 - 2.4850	:: 2.1000 - 2.4850	:: 2.1000 - 2.4850	:: 2.1000 - 2.4850	:: 2.3181	:: 2.2338
NORTHEAST (WSP, Delivered, LTL)							
-- Cheddar 10# Prints	:: 1.1900 - 1.6475	:: 1.1900 - 1.6475	:: 1.1900 - 1.6500	:: 1.1900 - 1.6500	:: 1.1900 - 1.6500	:: 1.4194	:: 1.7700
-- Cheddar Single Daisies	:: 1.1600 - 1.6425	:: 1.1600 - 1.6425	:: 1.1600 - 1.6450	:: 1.1600 - 1.6450	:: 1.1600 - 1.6450	:: 1.4019	:: 1.7525
-- Cheddar 40# Block	:: 1.3025 - 1.4525	:: 1.3025 - 1.4525	:: 1.3050 - 1.4550	:: 1.3050 - 1.4550	:: 1.3050 - 1.4550	:: 1.3788	:: 1.7050
-- Process 5# Loaf	:: 1.3375 - 1.4775	:: 1.3375 - 1.4775	:: 1.3350 - 1.4750	:: 1.3325 - 1.4750	:: 1.3325 - 1.4750	:: 1.4058	:: 1.7188
-- Process 5# Sliced	:: 1.3575 - 1.5000	:: 1.3575 - 1.5000	:: 1.3550 - 1.4975	:: 1.3525 - 1.4950	:: 1.3525 - 1.4950	:: 1.4267	:: 1.7438
-- Muenster	:: 1.3450 - 1.8275	:: 1.3450 - 1.7475	:: 1.3475 - 1.7475	:: 1.3475 - 1.7475	:: 1.3475 - 1.7475	:: 1.5564	:: 1.8225
-- Grade A Swiss Cuts 10 - 14#	:: 2.2500 - 2.5050	:: 2.2500 - 2.5050	:: 2.2500 - 2.5050	:: 2.2500 - 2.5050	:: 2.2500 - 2.5050	:: 2.3775	:: 2.1588
WEST COAST (WSP, Delivered, LTL)							
-- Process 5# Loaf	:: 1.3175 - 1.6900	:: 1.3175 - 1.6900	:: 1.3175 - 1.6900	:: 1.3125 - 1.6900	:: 1.3125 - 1.6900	:: 1.5030	:: 1.7525
-- Cheddar 40# Block	:: 1.3475 - 1.7300	:: 1.3475 - 1.7300	:: 1.3475 - 1.7300	:: 1.3500 - 1.7300	:: 1.3500 - 1.7300	:: 1.5391	:: 1.7094
-- Cheddar 10# Cuts	:: 1.5825 - 1.7800	:: 1.5825 - 1.7800	:: 1.5825 - 1.7800	:: 1.5850 - 1.7800	:: 1.5850 - 1.7800	:: 1.6816	:: 1.9313
-- Monterey Jack 10#	:: 1.5325 - 1.7800	:: 1.5325 - 1.7800	:: 1.5325 - 1.7800	:: 1.5350 - 1.7800	:: 1.5350 - 1.7800	:: 1.6566	:: 1.8556
-- Grade A Swiss Cuts 6 - 9#	:: 2.3375 - 2.5600	:: 2.3375 - 2.5600	:: 2.3375 - 2.5600	:: 2.3375 - 2.5600	:: 2.3375 - 2.5600	:: 2.4488	:: 2.2163

MONTHLY SUMMARY AND AVERAGES FOR JUNE 1997 1/ - (UNLESS OTHERWISE NOTED, PRICES ARE DOLLARS PER POUND, CL/TL)

COMMODITY	REPORT NUMBER 23	REPORT NUMBER 24	REPORT NUMBER 25	REPORT NUMBER 26	REPORT NUMBER 27	1997	1996
	JUN 02 - 06	JUN 09 - 13	JUN 16 - 20	JUN 23 - 27	JUN 30	Average	Average
						or Total	or Total
FLUID AND DRY PRODUCTS							
SPOT PRICES OF CLASS II CREAM (\$ per lb. butterfat)							
Delivered Equivalent:							
-- Northeast	1.4910 - 1.5960	1.4910 - 1.6170	1.5540 - 1.6275	1.5540 - 1.6275	1.5540 - 1.6590	1.5715	1.9637
-- Atlanta	1.4700 - 1.5960	1.4700 - 1.5872	1.4700 - 1.5872	1.4700 - 1.5872	1.5355 - 1.6590	1.5329	1.9312
-- Upper Midwest	1.5120 - 1.5540	1.5120 - 1.5540	1.5225 - 1.5750	1.5225 - 1.5645	1.5225 - 1.5750	1.5400	1.9216
SPOT PRICES OF CONDENSED SKIM (\$ per lb. wet solids)							
Delivered Equivalent:							
-- Northeast	1.0300 - 1.1200	1.0300 - 1.0900	1.0000 - 1.0900	1.0000 - 1.0900	0.9800 - 1.0450	1.0542	1.2250
WISCONSIN FLUID MILK SHIPMENTS							
-- Loads Shipped from Wisconsin Shipping Points	0	0	0	0	0	0	20
NATIONAL EVAPORATED MILK (\$ per Case)							
(Case - 48 - 12 fluid oz cans)							
-- Delivered Major U.S. Cities	22.5000 - 33.0000	22.5000 - 33.0000	22.5000 - 33.0000	22.5000 - 33.0000	22.5000 - 33.0000	27.7500	24.4375
NONFAT DRY MILK							
-- Central (f.o.b.)							
-- Extra And Grade A	1.0600 - 1.1000	1.0600 - 1.0900	1.0600 - 1.1000	1.0500 - 1.1100	1.0550 - 1.1050	1.0788	1.2975
-- Mostly	1.0700 - 1.0800	1.0700 - 1.0800	1.0700 - 1.0800	1.0700 - 1.0800	1.0700 - 1.0800	1.0750	1.2813
-- West (f.o.b.)							
-- Low/Medium Heat	1.0350 - 1.0700	1.0400 - 1.0600	1.0400 - 1.0600	1.0400 - 1.0725	1.0400 - 1.0675	1.0523	1.2588
-- Mostly	1.0400 - 1.0500	1.0400 - 1.0500	1.0400 - 1.0500	1.0400 - 1.0500	1.0400 - 1.0500	1.0450	1.2656
-- High Heat	1.0600 - 1.1100	1.0600 - 1.0950	1.0600 - 1.0900	1.0600 - 1.0800	1.0600 - 1.0800	1.0765	1.2931
-- Northeast (f.o.b.)							
-- Extra & Grade A	1.0600 - 1.1700	1.0550 - 1.1600	1.0500 - 1.1600	1.0525 - 1.1500	1.0550 - 1.1500	1.1070	1.2750
-- Southeast (Delvd)							
-- Extra & Grade A	1.0725 - 1.1200	1.0725 - 1.1200	1.0725 - 1.1200	1.0725 - 1.1200	1.0850 - 1.1300	1.0968	1.2972
WHEY POWDER (Nonhygroscopic)							
-- Central (f.o.b.)	0.1775 - 0.1925	0.1800 - 0.1925	0.1825 - 0.2025	0.1900 - 0.2050	0.1950 - 0.2175	0.1911	0.2200
-- Mostly	0.1775 - 0.1825	0.1800 - 0.1850	0.1875 - 0.1925	0.1950 - 0.2000	0.2000 - 0.2050	0.1882	0.2125
-- West (f.o.b.)	0.1900 - 0.2025	0.1900 - 0.2100	0.1950 - 0.2250	0.1925 - 0.2200	0.1950 - 0.2200	0.2033	0.1963
-- Mostly	0.1900 - 0.1950	0.1925 - 0.2025	0.1950 - 0.2050	0.1950 - 0.2100	0.1950 - 0.2125	0.1984	0.1950
-- Northeast Extra Grade (f.o.b.)	0.1775 - 0.1825	0.1800 - 0.1900	0.1800 - 0.1900	0.1900 - 0.1950	0.1950 - 0.1975	0.1861	0.2122
-- Northeast Upsh Grade A(f.o.b.)	0.1800 - 0.1850	0.1825 - 0.1900	0.1850 - 0.1925	0.1875 - 0.1950	0.1925 - 0.2100	0.1879	0.2297
-- Southeast Extra Grade (Delvd)	0.1900 - 0.2150	0.1950 - 0.2200	0.1950 - 0.2250	0.2050 - 0.2250	0.2125 - 0.2425	0.2096	0.2413
WHEY PROTEIN CONCENTRATE							
-- Central And West (f.o.b.)							
-- Extra Grade 34% Protein	0.5500 - 0.5900	0.5525 - 0.5925	0.5575 - 0.6025	0.5675 - 0.6200	0.5750 - 0.6300	0.5802	0.5750
-- Mostly	0.5700 - 0.5750	0.5750 - 0.5800	0.5875 - 0.5925	0.5900 - 0.6000	0.5975 - 0.6075	0.5846	0.5781
ANIMAL FEED - WHEY							
-- Central (f.o.b.)							
-- Milk Replacer	0.1500 - 0.1725	0.1600 - 0.1750	0.1675 - 0.1775	0.1700 - 0.1900	0.1775 - 0.1975	0.1711	0.2000
-- Standard	TFEWR	TFEWR	TFEWR	TFEWR	0.1750 - 0.1850	TFEWR	0.1925
-- Roller Ground	0.1800 - 0.1925	0.1825 - 0.1950	0.1875 - 0.2000	0.1925 - 0.2075	0.2000 - 0.2150	0.1929	0.2300
-- Delactose	0.3200 - 0.3500	0.3200 - 0.3500	0.3300 - 0.3500	0.3300 - 0.3500	0.3300 - 0.3500	0.3376	0.3466
-- Northeast (f.o.b.)							
-- Milk Replacer	0.1650 - 0.1700	0.1675 - 0.1750	0.1675 - 0.1850	0.1675 - 0.1850	0.1775 - 0.1900	0.1733	0.2000
BUTTERMILK (Min. 30% protein)							
-- Central (f.o.b.)	1.0400 - 1.1500	1.0400 - 1.1350	1.0100 - 1.1250	1.0000 - 1.1050	1.0000 - 1.1050	1.0745	1.2031
-- West (f.o.b.)	1.0300 - 1.1150	1.0100 - 1.1000	0.9800 - 1.0800	0.9900 - 1.0700	1.0000 - 1.0700	1.0463	1.1800
-- Mostly	1.0500 - 1.0700	1.0400 - 1.0500	1.0100 - 1.0400	1.0100 - 1.0300	1.0100 - 1.0300	1.0367	TFEWR
-- Northeast (f.o.b.)	1.0700 - 1.1100	1.0600 - 1.0900	1.0500 - 1.0900	1.0600 - 1.0900	1.0600 - 1.0900	1.0774	1.1400
-- Southeast (Delvd)	1.0900 - 1.1300	1.0900 - 1.1200	1.0900 - 1.1600	1.0900 - 1.1400	1.0975 - 1.1400	1.1140	1.1972
WHOLE MILK POWDER							
-- National							
-- F.O.B. Producing Plant	1.1600 - 1.2525	1.1600 - 1.2525	1.1600 - 1.2550	1.1600 - 1.2550	1.1600 - 1.2400	1.2065	1.3544
LACTOSE							
-- Central And West (f.o.b.)	0.2300 - 0.2900	0.2200 - 0.2800	0.2200 - 0.2800	0.2100 - 0.2800	0.2000 - 0.2800	0.2507	0.1875
-- Mostly	0.2450 - 0.2700	0.2400 - 0.2700	0.2400 - 0.2700	0.2300 - 0.2700	0.2300 - 0.2500	0.2537	0.1825
CASEIN - Edible - National (f.o.b.)							
-- Nonrestricted - Rennet	2.2000 - 2.4100	2.2000 - 2.4100	2.2000 - 2.4100	2.2000 - 2.4100	2.2000 - 2.2800	2.3019	2.6525
-- Nonrestricted - Acid	2.0000 - 2.2000	2.0000 - 2.2000	2.0000 - 2.2000	2.0000 - 2.2000	2.0000 - 2.2000	2.1000	2.6500

1/ Prices for all products not footnoted 2/ or 3/ are issued once a week and represent a value for the entire week. Monthly averages are based on weekly prices and are time-weighted according to the number of workdays in the month - Saturdays, Sundays and National Holidays excluded. No monthly average is computed if one or more weekly prices are missing. 2/ The monthly averages are simple averages of all the prices reported during the month and are shown on the Friday line. 3/ The monthly averages are based on the exchange trading date prices and are time-weighted for each day, starting with the exchange trading date, until the next exchange trading date - Saturdays, Sundays, and National Holidays are included.

USDA ANNOUNCES ALLOCATIONS UNDER THE EXPORT ENHANCEMENT PROGRAM AND THE DAIRY

WASHINGTON, June 30, 1997--Agriculture Secretary Dan Glickman today announced one year allocations under the Dairy Export Incentive Program (DEIP) for the period July 1997 through June 1998.

"These allocations allow for the continuation of our export efforts for a variety of U.S. agricultural products while maintaining USDA's continued compliance with its Uruguay Round export subsidy reduction commitments," said Glickman. "It is USDA's intention to use the DEIP where needed and as appropriate." U.S. agricultural products continue to face trade distortions in world markets, including the use of export subsidies by the European Union.

Export sales will be facilitated through the payment of bonuses by the USDA's Commodity Credit Corporation (CCC). Sales of nonfat dry milk, whole milk powder, butterfat, and cheddar, Feta, Gouda, cream, mozzarella, and processed American cheeses will be made through normal commercial channels at competitive world prices.

Bonuses under the DEIP program are available to 115 countries totaling 92,217 metric tons of nonfat dry milk; 97 countries totaling 7,487 metric tons of whole milk powder; 111 countries totaling 34,232 metric tons of butterfat; and 109 countries totaling 3,510 metric tons of cheddar, Feta, Gouda, cream, mozzarella, and processed American cheeses.

Details of the program, including invitations for offers, will be issued in the future. Country quantities may be further limited by the applicable invitation. For more information, call the CCC Operations Division at (202) 720-5540 or (202) 720-6211.

Information about this announcement and other USDA export programs is available on the USDA Home Page on the World Wide Web at <http://www.usda.gov>.

Quantities and Destinations for U.S. Nonfat Dry Milk Powder Eligible for Bonus Awards under the DEIP

COUNTRY/REGIONAL ALLOCATIONS	METRIC TONS
Caribbean, Central and South America (Argentina, Bahamas, Barbados, Belize, Bermuda, Bolivia, Brazil, Cayman Islands, Chile, Colombia, Dominica, Dominican Republic, Ecuador, El Salvador, Grenada, Guatemala, Guyana, Haiti, Honduras, Jamaica, Mexico, Netherlands Antilles, Nicaragua, Panama, Paraguay, Peru, St. Lucia, St. Vincent, Trinidad and Tobago, Venezuela)	46,000
Africa and Middle East (Algeria, Angola, Bahrain, Benin, Botswana, Burkina Faso, Burundi, Cameroon, Canary Islands, Cape Verde, Central African Republic, Chad, Congo, Cote d'Ivoire, Cyprus, Djibouti, The Democratic Republic of the Congo, Egypt, Equatorial Guinea, Gabon, Gambia, Ghana, Guinea, Guinea-Bissau, Israel, Jordan, Kenya, Kuwait, Lebanon, Lesotho, Madagascar, Malawi, Mali, Malta, Mauritania, Mauritius, Morocco, Mozambique, Namibia, Niger, Nigeria, Oman, Qatar, Rwanda, Sao Tome & Principe, Saudi Arabia, Senegal, Sierra Leone, South Africa, Swaziland, Tanzania, Togo, Tunisia, Turkey, Uganda, United Arab Emirates, Yemen, Zambia, Zimbabwe)	18,000
Asia and Former Soviet Union: (Armenia, Azerbaijan, Bangladesh, Byelarus, China, Georgia, Hong Kong, Indonesia, India, Kazakhstan, South Korea, Kyrgyzstan, Malaysia, Moldova, Pakistan, Philippines, Russia, Singapore, Sri Lanka, Taiwan, Tajikistan, Thailand, Turkmenistan, Ukraine, Uzbekistan, Vietnam)	28,217

Quantities and Destinations for U.S. Dry Whole Milk Eligible for Bonus Awards under the DEIP

COUNTRY/REGIONAL ALLOCATIONS	METRIC TONS
Caribbean, Central and South America (Argentina, Bahamas, Belize, Bermuda, Bolivia, Brazil, Cayman Islands, Chile, Colombia, Dominica, Dominican Republic, Ecuador, El Salvador, Grenada, Guatemala, Guyana, Haiti, Honduras, Jamaica, Netherlands Antilles, Nicaragua, Panama, Peru, St. Lucia, St. Vincent, Trinidad and Tobago, Venezuela)	7,487
Africa, Middle East and Former Soviet Union (Algeria, Angola, Armenia, Azerbaijan, Bahrain, Benin, Botswana, Burkina Faso, Burundi, Byelarus, Cameroon, Canary Islands, Cape Verde, Central African Republic, Chad, Congo, Cote d'Ivoire, Cyprus, Djibouti, The Democratic Republic of the Congo, Egypt, Equatorial Guinea, Gabon, Gambia, Georgia, Ghana, Guinea, Israel, Jordan, Kazakhstan, Kenya, Kuwait, Kyrgyzstan, Lebanon, Lesotho, Madagascar, Malawi, Mali, Malta, Mauritania, Mauritius, Moldova, Morocco, Mozambique, Namibia, Niger, Nigeria, Oman, Qatar, Russia, Rwanda, Sao Tome & Principe, Saudi Arabia, Senegal, Sierra Leone, South Africa, Swaziland, Tajikistan, Tanzania, Togo, Tunisia, Turkey, Turkmenistan, Uganda, Ukraine, United Arab Emirates, Uzbekistan, Yemen, Zambia, Zimbabwe)	

(Continued)

USDA ANNOUNCES ALLOCATIONS UNDER THE EXPORT ENHANCEMENT PROGRAM AND THE DAIRY (continued)**Quantities and Destinations for U.S. Butterfat Eligible for Bonus Awards under the DEIP**

COUNTRY/REGIONAL ALLOCATIONS	METRIC TONS
Caribbean, Central and South America	13,332
(Argentina, Bahamas, Belize, Bermuda, Bolivia, Brazil, Cayman Islands, Chile, Colombia, Dominica, Dominican Republic, Ecuador, El Salvador, Grenada, Guatemala, Guyana, Haiti, Honduras, Jamaica, Mexico, Netherlands Antilles, Nicaragua, Panama, Peru, St. Lucia, St. Vincent, Trinidad and Tobago, Venezuela)	
Africa and Middle East	4,400
(Algeria, Angola, Bahrain, Benin, Botswana, Burkina Faso, Burundi, Cameroon, Canary Islands, Cape Verde, Central African Republic, Chad, Congo, Cote d'Ivoire, Cyprus, Djibouti, The Democratic Republic of the Congo, Egypt, Equatorial Guinea, Gabon, Gambia, Ghana, Guinea, Israel, Jordan, Kenya, Kuwait, Lebanon, Lesotho, Madagascar, Malawi, Mali, Malta, Mauritania, Mauritius, Morocco, Mozambique, Namibia, Niger, Nigeria, Oman, Qatar, Rwanda, Sao Tome & Principe, Saudi Arabia, Senegal, Sierra Leone, South Africa, Swaziland, Tanzania, Togo, Turkey, Uganda, United Arab Emirates, Yemen, Zambia, Zimbabwe)	
Asia and Former Soviet Union:	16,500
(Armenia, Azerbaijan, Bangladesh, Byelarus, China, Georgia, Hong Kong, Indonesia, India, Kazakstan, South Korea, Kyrgyzstan, Malaysia, Moldova, Pakistan, Philippines, Russia, Singapore, Sri Lanka, Taiwan, Tajikistan, Thailand, Turkmenistan, Ukraine, Uzbekistan, Vietnam)	

Quantities and Destinations for U.S. Cheddar, Feta, Gouda, Cream, Mozzarella and Processed American Cheese Eligible for Bonus Awards under the DEIP

COUNTRY/REGIONAL ALLOCATIONS	METRIC TONS
	3,510
Caribbean, Central and South America	
(Argentina, Bahamas, Belize, Bermuda, Bolivia, Brazil, Cayman Islands, Chile, Colombia, Dominica, Dominican Republic, Ecuador, El Salvador, Grenada, Guatemala, Guyana, Haiti, Honduras, Jamaica, Netherlands Antilles, Nicaragua, Panama, Peru, St. Lucia, St. Vincent, Trinidad & Tobago, Venezuela)	
Africa and Middle East	
(Algeria, Angola, Bahrain, Benin, Botswana, Burkina Faso, Burundi, Cameroon, Canary Islands, Cape Verde, Central African Republic, Chad, Congo, Cote d'Ivoire, Cyprus, Djibouti, The Democratic Republic of the Congo, Egypt, Equatorial Guinea, Gabon, Gambia, Ghana, Guinea, Israel, Jordan, Kenya, Kuwait, Lebanon, Lesotho, Madagascar, Malawi, Mali, Malta, Mauritania, Mauritius, Morocco, Mozambique, Namibia, Niger, Nigeria, Oman, Qatar, Rwanda, Sao Tome & Principe, Saudi Arabia, Senegal, Sierra Leone, South Africa, Swaziland, Tanzania, Togo, Tunisia, Turkey, Uganda, United Arab Emirates, Yemen, Zambia, Zimbabwe)	
Asia and Former Soviet Union:	
(Armenia, Azerbaijan, Bangladesh, Byelarus, China, Georgia, Hong Kong, India, Indonesia, Kazakstan, Kyrgyzstan, Malaysia, Moldova, Pakistan, Philippines, Russia, Singapore, Sri Lanka, Taiwan, Tajikistan, Thailand, Turkmenistan, Ukraine, Uzbekistan)	

CCC PURCHASES OF DAIRY PRODUCTS

	FOR THE PERIOD OF JUNE 30 - JULY 2				CUMULATIVE TOTALS		UNCOMMITTED INVENTORIES		
	TOTAL	CONTRACT	ADJUSTED	SINCE	SAME PERIOD	PERIOD ENDING	SAME PERIOD		
	PURCHASES	ADJUSTMENTS	PURCHASES	10/01/96	LAST YEAR	06/27/97	LAST YEAR		
BUTTER									
Bulk	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Packaged	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
CHEESE									
Block	-0-	-0-	-0-	330,284	-0-	-0-	-0-	-0-	-0-
Barrel	-0-	-0-	-0-	392,874	-0-	-0-	-0-	-0-	-0-
Process	158,400	-0-	158,400	1,184,400	-0-	-0-	-0-	-0-	-0-
TOTAL	158,400	-0-	158,400	1,907,558	-0-	-0-	-0-	-0-	-0-
NONFAT DRY MILK									
Nonfortified	-0-	119,048	-119,048	5,220,997	-0-	-0-	-0-	-0-	-0-
Fortified	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL	-0-	119,048	-119,048	5,220,997	-0-	-0-	-0-	-0-	-0-

MILK EQUIVALENT, MILKFAT AND SKIM SOLIDS BASIS, OF ADJUSTED PURCHASES (MILLION POUNDS)

	MILKFAT*	SKIM**		MILKFAT*	SKIM**
	BASIS	SOLIDS		BASIS	SOLIDS
PERIOD OF JUNE 30 - JULY 2, 1997 =	1.4	0.2	COMPARABLE WEEK IN 1996 =	0.0	0.0
CUMULATIVE SINCE OCTOBER 1, 1996 =	18.8	79.7	CUMULATIVE SAME PERIOD LAST YEAR =	0.0	0.0
CUMULATIVE JANUARY 1 - JULY 2, 1997 =	18.8	79.7	COMPARABLE CALENDAR YEAR 1996 =	0.0	0.0

* Factors used for Milkfat Solids Basis: Butter times 21.80; Cheese times 9.23; and Nonfat Dry Milk times 0.22

**Factors used for Skim Solids Basis: Butter times 0.12; Cheese times 9.90; and Nonfat Dry Milk times 11.64

	CCC ADJUSTED PURCHASES SINCE 10/1/96 AND SAME PERIOD LAST YEAR (POUNDS) AND MILK EQUIVALENT AS A PERCENT OF TOTAL									
	BUTTER		CHEESE		NONFAT DRY MILK		MILK EQUIVALENT			
REGION	1996/97	1995/96	1996/97	1995/96	1996/97	1995/96	1996/97	1995/96	1996/97	1995/96
MIDWEST	-0-	-0-	1,514,684	-0-	-0-	-0-	74.5	0.0		
WEST	-0-	-0-	392,874	-0-	5,220,997	-0-	25.5	0.0		
EAST	-0-	-0-	-0-	-0-	-0-	-0-	0.0	0.0		
TOTAL	-0-	-0-	1,907,558	-0-	5,220,997	-0-	100.0	0.0		

SUPPORT PURCHASE PRICES FOR DAIRY PRODUCTS PRODUCED ON OR AFTER JANUARY 1, 1997

MANUFACTURING MILK: Average Test 3.67% - \$10.20 per cwt.; 3.5% - \$10.10

DOLLARS PER POUND

BUTTER: Bulk \$.6500; 1# Prints \$.6800

CHEESE: 40 & 60# Blocks \$1.1300; 500# Barrels \$1.1000; Process American 5# \$1.1825; Process American 2# \$1.2225

NONFAT DRY MILK: Nonfortified \$1.0470; Fortified \$1.0570; Instant \$1.2045

Dairy Cow & Total Cow Slaughter under Federal Inspection, by Regions & U.S., for Week Ending 06/14/97 & Comparable Week 1996

Regions*	1	2	3**	4**	5	6	7	8	9	10	U.S. TOTAL	% DAIRY OF ALL		
1997-Dairy cows HD (000)	0.3	1.4	---	9.5	17.3	2.0	2.5	1.1	8.1	2.9	45.0	1,361.9	44.6	46.2
1996-Dairy cows HD (000)	0.4	1.3	---	11.7	20.3	1.8	4.9	1.0	7.5	2.6	51.4	1,379.5	39.8	44.1
1997-All cows HD (000)	0.3	1.4	---	22.2	23.9	12.8	16.3	6.9	10.8	6.4	101.0	2,948.4		
1996-All cows HD (000)	0.4	1.4	---	25.0	27.8	24.8	21.4	10.6	11.3	6.5	129.1	3,125.0	**REGION 3 & 4 COMBINED**	
*For source, states included in each region, and historical data, see "Dairy Market News", Vol. 55, Report No. 31														

*For source, states included in each region, and historical data, see "Dairy Market News", Vol. 55, Report No. 31

CCC MARKET PRICE PURCHASES (POUNDS)

CUMULATIVE TOTAL CHEESE PURCHASES SINCE 10/1/96 = 77,985,840 CUMULATIVE TOTAL NDM PURCHASES SINCE 10/1/96 = 10,351,099

BASIC FORMULA PRICE (BFP), MAY 1995* TO DATE & HISTORIC M-W (3.5% BF, \$/CWT.)

YEAR	JAN.	FEB.	MAR.	APR.	MAY	JUN.	JUL.	AUG.	SEP.	OCT.	NOV.	DEC.
1994	12.41	12.41	12.77	12.99	11.51	11.25	11.41	11.73	12.04	12.29	11.86	11.38
1995	11.35	11.79	11.89	11.16	*11.12	11.42	11.23	11.55	12.08	12.61	12.87	12.91
1996	12.73	12.59	12.70	13.09	13.77	13.92	14.49	14.94	15.37	14.13	11.61	11.34
1997	11.94	12.46	12.49	11.44	10.70							

COMMODITY	REPORT NUMBER 23	REPORT NUMBER 24	REPORT NUMBER 25	REPORT NUMBER 26	REPORT NUMBER 27	1997	1996
	JUN 02 - 06	JUN 09 - 13	JUN 16 - 20	JUN 23 - 27	JUN 30	Average	Average
						or Total	or Total
BUTTER							
CHICAGO (WSP) 2/ (Delivered in Bulk in Fiber Boxes) (Prices Issued Tues, Thurs and Fri)							
TUESDAY							
-- Grade AA	:: 1.1300 - 1.1400	:: 1.1275 - 1.1375	:: 1.1300 - 1.1400	:: 1.1300 - 1.1400	::	::	::
-- Grade A	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	::	::	::
THURSDAY							
-- Grade AA	:: 1.1300 - 1.1400	:: 1.1275 - 1.1375	:: 1.1300 - 1.1400	:: 1.1300 - 1.1400	::	::	::
-- Grade A	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	::	::	::
FRIDAY							
-- Grade AA	:: 1.1300 - 1.1400	:: 1.1275 - 1.1375	:: 1.1300 - 1.1400	:: 1.1300 - 1.1400	::	:: 1.1344	:: 1.3525
-- Grade A	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	:: 1.0500 - 1.0600	::	:: 1.0550	:: 1.2925
CHICAGO MERCANTILE EXCHANGE 3/							
-- Grade AA	:: 1.1275	:: 1.1300	:: 1.1300	:: 1.1300	::	:: 1.1294	:: 1.3663
-- Grade A	:: 1.0500	:: 1.0500	:: 1.0500	:: 1.0500	::	:: 1.0500	:: 1.3063
-- Grade B	:: 1.0500	:: 1.0500	:: 1.0500	:: 1.0500	::	:: 1.0500	:: 1.3063
CENTRAL STATES PRINT (f.o.b. LTL)							
-- Grade AA, 1/4 Lb. Prints	:: 1.2300 - 1.6375	:: 1.2275 - 1.6350	:: 1.2300 - 1.6375	:: 1.2300 - 1.6375	:: 1.2300 - 1.6375	:: 1.4332	:: 1.6513
-- Grade AA, 1 Lb. Prints	:: 1.1950 - 1.3575	:: 1.1925 - 1.3550	:: 1.1950 - 1.3575	:: 1.1950 - 1.3575	:: 1.1950 - 1.3575	:: 1.2757	:: 1.4938
-- Grade AA, Chips/Patties	:: 1.2200 - 1.4300	:: 1.2175 - 1.4275	:: 1.2200 - 1.4300	:: 1.2200 - 1.4300	:: 1.2200 - 1.4300	:: 1.3244	:: 1.5425
-- Grade AA, Reddies	:: 1.3050 - 1.5400	:: 1.3025 - 1.5375	:: 1.3050 - 1.5400	:: 1.3050 - 1.5400	:: 1.3050 - 1.5400	:: 1.4219	:: 1.6388
-- Grade AA, Continentals	:: 1.4600 - 1.6500	:: 1.4575 - 1.6475	:: 1.4600 - 1.6500	:: 1.4600 - 1.6500	:: 1.4600 - 1.6500	:: 1.5544	:: 1.7725
NORTHEAST PRINT (Delivered, LTL)							
-- Grade AA, 1/4 Lb. Prints	:: 1.3400 - 1.5875	:: 1.3375 - 1.5850	:: 1.3400 - 1.5875	:: 1.3400 - 1.5875	:: 1.3400 - 1.5875	:: 1.4632	:: 1.6713
-- Grade AA, 1 Lb. Prints	:: 1.2550 - 1.4375	:: 1.2525 - 1.4350	:: 1.2550 - 1.4375	:: 1.2550 - 1.4375	:: 1.2550 - 1.4375	:: 1.3457	:: 1.5688
-- Grade AA, Chips/Patties	:: 1.3175 - 1.4875	:: 1.3150 - 1.4850	:: 1.3175 - 1.4875	:: 1.3175 - 1.4875	:: 1.3175 - 1.4875	:: 1.4019	:: 1.6200
-- Grade AA, Reddies	:: 1.3925 - 1.5875	:: 1.3900 - 1.5850	:: 1.3925 - 1.5875	:: 1.3925 - 1.5875	:: 1.3925 - 1.5875	:: 1.4894	:: 1.7125
-- Grade AA, Continentals	:: 1.4725 - 1.6475	:: 1.4700 - 1.6450	:: 1.4725 - 1.6475	:: 1.4725 - 1.6475	:: 1.4725 - 1.6475	:: 1.5594	:: 1.7775
CALIFORNIA PRINT (Delivered, LTL)							
-- Grade AA, 1/4 Lb. Prints	:: 1.4150 - 1.4625	:: 1.4125 - 1.4600	:: 1.4125 - 1.4600	:: 1.4125 - 1.4600	:: 1.4125 - 1.4600	:: 1.4368	:: 1.7063
-- Grade AA, 1 Lb. Prints	:: 1.3425 - 1.4050	:: 1.3400 - 1.4025	:: 1.3400 - 1.4025	:: 1.3400 - 1.4025	:: 1.3400 - 1.4025	:: 1.3718	:: 1.5963
-- Grade AA, Patties	:: 1.3850 - 1.5525	:: 1.3825 - 1.5500	:: 1.3825 - 1.5500	:: 1.3825 - 1.5500	:: 1.3825 - 1.5500	:: 1.4668	:: 1.6963
-- Grade AA, Reddies	:: 1.5125 - 1.5300	:: 1.5100 - 1.5275	:: 1.5100 - 1.5275	:: 1.5100 - 1.5275	:: 1.5100 - 1.5275	:: 1.5193	:: 1.7388
CALIFORNIA PLANTS PRINT (f.o.b. LTL)							
-- Grade AA, 1/4 Lb. Prints	:: 1.1400 - 1.1600	:: 1.1375 - 1.1575	:: 1.1375 - 1.1575	:: 1.1375 - 1.1575	:: 1.1375 - 1.1575	:: 1.1481	:: 1.3813
CHEESE							
CHICAGO MERCANTILE EXCHANGE 3/ (1996 AVERAGES ARE FOR NATIONAL CHEESE EXCHANGE)							
-- Barrels	:: 1.1275	:: 1.1250	:: 1.1225	:: 1.1225	::	:: 1.1249	:: 1.4475
-- 40# Blocks	:: 1.1650	:: 1.1675	:: 1.1675	:: 1.1675	::	:: 1.1666	:: 1.4933
WISCONSIN ASSEMBLY POINTS (f.o.b.)							
-- Cheddar Barrels	:: 1.1175 - 1.1375	:: 1.1175 - 1.1375	:: 1.1150 - 1.1350	:: 1.1125 - 1.1325	:: 1.1125 - 1.1325	:: 1.1255	:: 1.4575
-- Cheddar 40# Blocks	:: 1.1650 - 1.1900	:: 1.1650 - 1.1850	:: 1.1675 - 1.1925	:: 1.1675 - 1.1975	:: 1.1675 - 1.1975	:: 1.1789	:: 1.5150
WISCONSIN (WSP, Delivered, LTL)							
-- Process American 5# Loaf	:: 1.4900 - 1.5600	:: 1.4900 - 1.5600	:: 1.4900 - 1.5600	:: 1.4900 - 1.5600	:: 1.4900 - 1.5600	:: 1.5250	:: 1.6850
-- Brick And/Or Muenster 5#	:: 1.4900 - 1.6225	:: 1.4900 - 1.6225	:: 1.4900 - 1.6250	:: 1.4900 - 1.6250	:: 1.4900 - 1.6250	:: 1.5569	:: 1.8538
-- Cheddar 40# Block	:: 1.4175 - 1.9150	:: 1.4175 - 1.9150	:: 1.4200 - 1.9150	:: 1.4200 - 1.9150	:: 1.4200 - 1.9150	:: 1.6669	:: 1.7625
-- Monterey Jack 10#	:: 1.6175 - 1.9150	:: 1.6175 - 1.9150	:: 1.6200 - 1.9150	:: 1.6200 - 1.9150	:: 1.6200 - 1.9150	:: 1.7669	:: 1.8625
-- Blue 5#	:: 1.7700 - 2.0300	:: 1.7700 - 2.0300	:: 1.7725 - 2.0300	:: 1.7725 - 2.0300	:: 1.7725 - 2.0300	:: 1.9007	:: 2.2150
-- Provolone 10 - 12#	:: TFEWR	:: TFEWR	:: TFEWR	:: TFEWR	:: TFEWR	:: TFEWR	:: 1.9350
-- Mozzarella 5 - 6#	:: 1.5400 - 1.9150	:: 1.5400 - 1.9150	:: 1.5425 - 1.9150	:: 1.5425 - 1.9150	:: 1.5425 - 1.9150	:: 1.7282	:: 1.8188
-- Grade A Swiss Cuts 6 - 9#	:: 2.2075 - 2.4850	:: 2.2075 - 2.4850	:: 2.1000 - 2.4850	:: 2.1000 - 2.4850	:: 2.1000 - 2.4850	:: 2.3181	:: 2.2338
NORTHEAST (WSP, Delivered, LTL)							
-- Cheddar 10# Prints	:: 1.1900 - 1.6475	:: 1.1900 - 1.6475	:: 1.1900 - 1.6500	:: 1.1900 - 1.6500	:: 1.1900 - 1.6500	:: 1.4194	:: 1.7700
-- Cheddar Single Daisies	:: 1.1600 - 1.6425	:: 1.1600 - 1.6425	:: 1.1600 - 1.6450	:: 1.1600 - 1.6450	:: 1.1600 - 1.6450	:: 1.4019	:: 1.7525
-- Cheddar 40# Block	:: 1.3025 - 1.4525	:: 1.3025 - 1.4525	:: 1.3050 - 1.4550	:: 1.3050 - 1.4550	:: 1.3050 - 1.4550	:: 1.3788	:: 1.7050
-- Process 5# Loaf	:: 1.3375 - 1.4775	:: 1.3375 - 1.4775	:: 1.3350 - 1.4750	:: 1.3325 - 1.4750	:: 1.3325 - 1.4750	:: 1.4058	:: 1.7188
-- Process 5# Sliced	:: 1.3575 - 1.5000	:: 1.3575 - 1.5000	:: 1.3550 - 1.4975	:: 1.3525 - 1.4950	:: 1.3525 - 1.4950	:: 1.4267	:: 1.7438
-- Muenster	:: 1.3450 - 1.8275	:: 1.3450 - 1.7475	:: 1.3475 - 1.7475	:: 1.3475 - 1.7475	:: 1.3475 - 1.7475	:: 1.5564	:: 1.8225
-- Grade A Swiss Cuts 10 - 14#	:: 2.2500 - 2.5050	:: 2.2500 - 2.5050	:: 2.2500 - 2.5050	:: 2.2500 - 2.5050	:: 2.2500 - 2.5050	:: 2.3775	:: 2.1588
WEST COAST (WSP, Delivered, LTL)							
-- Process 5# Loaf	:: 1.3175 - 1.6900	:: 1.3175 - 1.6900	:: 1.3175 - 1.6900	:: 1.3125 - 1.6900	:: 1.3125 - 1.6900	:: 1.5030	:: 1.7525
-- Cheddar 40# Block	:: 1.3475 - 1.7300	:: 1.3475 - 1.7300	:: 1.3475 - 1.7300	:: 1.3500 - 1.7300	:: 1.3500 - 1.7300	:: 1.5391	:: 1.7094
-- Cheddar 10# Cuts	:: 1.5825 - 1.7800	:: 1.5825 - 1.7800	:: 1.5825 - 1.7800	:: 1.5850 - 1.7800	:: 1.5850 - 1.7800	:: 1.6816	:: 1.9313
-- Monterey Jack 10#	:: 1.5325 - 1.7800	:: 1.5325 - 1.7800	:: 1.5325 - 1.7800	:: 1.5350 - 1.7800	:: 1.5350 - 1.7800	:: 1.6566	:: 1.8556
-- Grade A Swiss Cuts 6 - 9#	:: 2.3375 - 2.5600	:: 2.3375 - 2.5600	:: 2.3375 - 2.5600	:: 2.3375 - 2.5600	:: 2.3375 - 2.5600	:: 2.4488	:: 2.2163

MONTHLY SUMMARY AND AVERAGES FOR JUNE 1997 1/ - (UNLESS OTHERWISE NOTED, PRICES ARE DOLLARS PER POUND, CL/TL)

COMMODITY	REPORT NUMBER 23	REPORT NUMBER 24	REPORT NUMBER 25	REPORT NUMBER 26	REPORT NUMBER 27	1997	1996
	June 02 - 06	June 09 - 13	June 16 - 20	June 23 - 27	June 30	Average	Average
						or Total	or Total
FLUID AND DRY PRODUCTS							
SPOT PRICES OF CLASS II CREAM (\$ per lb. butterfat)							
Delivered Equivalent:							
-- Northeast	1.4910 - 1.5960	1.4910 - 1.6170	1.5540 - 1.6275	1.5540 - 1.6275	1.5540 - 1.6590	1.5715	1.9637
-- Atlanta	1.4700 - 1.5960	1.4700 - 1.5872	1.4700 - 1.5872	1.4700 - 1.5872	1.5355 - 1.6590	1.5329	1.9312
-- Upper Midwest	1.5120 - 1.5540	1.5120 - 1.5540	1.5225 - 1.5750	1.5225 - 1.5645	1.5225 - 1.5750	1.5400	1.9216
SPOT PRICES OF CONDENSED SKIM (\$ per lb. wet solids)							
Delivered Equivalent:							
-- Northeast	1.0300 - 1.1200	1.0300 - 1.0900	1.0000 - 1.0900	1.0000 - 1.0900	0.9800 - 1.0450	1.0542	1.2250
WISCONSIN FLUID MILK SHIPMENTS							
-- Loads Shipped from Wisconsin Shipping Points	0	0	0	0	0	0	20
NATIONAL EVAPORATED MILK (\$ per Case)							
(Case - 48 - 12 fluid oz cans)							
-- Delivered Major U.S. Cities	22.5000 - 33.0000	22.5000 - 33.0000	22.5000 - 33.0000	22.5000 - 33.0000	22.5000 - 33.0000	27.7500	24.4375
NONFAT DRY MILK							
-- Central (f.o.b.)							
-- Extra And Grade A	1.0600 - 1.1000	1.0600 - 1.0900	1.0600 - 1.1000	1.0500 - 1.1100	1.0550 - 1.1050	1.0788	1.2975
-- Mostly	1.0700 - 1.0800	1.0700 - 1.0800	1.0700 - 1.0800	1.0700 - 1.0800	1.0700 - 1.0800	1.0750	1.2813
-- West (f.o.b.)							
-- Low/Medium Heat	1.0350 - 1.0700	1.0400 - 1.0600	1.0400 - 1.0600	1.0400 - 1.0725	1.0400 - 1.0675	1.0523	1.2588
-- Mostly	1.0400 - 1.0500	1.0400 - 1.0500	1.0400 - 1.0500	1.0400 - 1.0500	1.0400 - 1.0500	1.0450	1.2656
-- High Heat	1.0600 - 1.1100	1.0600 - 1.0950	1.0600 - 1.0900	1.0600 - 1.0800	1.0600 - 1.0800	1.0765	1.2931
-- Northeast (f.o.b.)							
-- Extra & Grade A	1.0600 - 1.1700	1.0550 - 1.1600	1.0500 - 1.1600	1.0525 - 1.1500	1.0550 - 1.1500	1.1070	1.2750
-- Southeast (Delvd)							
-- Extra & Grade A	1.0725 - 1.1200	1.0725 - 1.1200	1.0725 - 1.1200	1.0725 - 1.1200	1.0850 - 1.1300	1.0968	1.2972
WHEY POWDER (Nonhygroscopic)							
-- Central (f.o.b.)	0.1775 - 0.1925	0.1800 - 0.1925	0.1825 - 0.2025	0.1900 - 0.2050	0.1950 - 0.2175	0.1911	0.2200
-- Mostly	0.1775 - 0.1825	0.1800 - 0.1850	0.1875 - 0.1925	0.1950 - 0.2000	0.2000 - 0.2050	0.1882	0.2125
-- West (f.o.b.)	0.1900 - 0.2025	0.1900 - 0.2100	0.1950 - 0.2250	0.1925 - 0.2200	0.1950 - 0.2200	0.2033	0.1963
-- Mostly	0.1900 - 0.1950	0.1925 - 0.2025	0.1950 - 0.2050	0.1950 - 0.2100	0.1950 - 0.2125	0.1984	0.1950
-- Northeast Extra Grade (f.o.b.)	0.1775 - 0.1825	0.1800 - 0.1900	0.1800 - 0.1900	0.1900 - 0.1950	0.1950 - 0.1975	0.1861	0.2122
-- Northeast Upsh Grade A(f.o.b.)	0.1800 - 0.1850	0.1825 - 0.1900	0.1850 - 0.1925	0.1875 - 0.1950	0.1925 - 0.2100	0.1879	0.2297
-- Southeast Extra Grade (Delvd)	0.1900 - 0.2150	0.1950 - 0.2200	0.1950 - 0.2250	0.2050 - 0.2250	0.2125 - 0.2425	0.2096	0.2413
WHEY PROTEIN CONCENTRATE							
-- Central And West (f.o.b.)							
-- Extra Grade 34% Protein	0.5500 - 0.5900	0.5525 - 0.5925	0.5575 - 0.6025	0.5675 - 0.6200	0.5750 - 0.6300	0.5802	0.5750
-- Mostly	0.5700 - 0.5750	0.5750 - 0.5800	0.5875 - 0.5925	0.5900 - 0.6000	0.5975 - 0.6075	0.5846	0.5781
ANIMAL FEED - WHEY							
-- Central (f.o.b.)							
-- Milk Replacer	0.1500 - 0.1725	0.1600 - 0.1750	0.1675 - 0.1775	0.1700 - 0.1900	0.1775 - 0.1975	0.1711	0.2000
-- Standard	TFEWR	TFEWR	TFEWR	TFEWR	0.1750 - 0.1850	TFEWR	0.1925
-- Roller Ground	0.1800 - 0.1925	0.1825 - 0.1950	0.1875 - 0.2000	0.1925 - 0.2075	0.2000 - 0.2150	0.1929	0.2300
-- Delactose	0.3200 - 0.3500	0.3200 - 0.3500	0.3300 - 0.3500	0.3300 - 0.3500	0.3300 - 0.3500	0.3376	0.3466
-- Northeast (f.o.b.)							
-- Milk Replacer	0.1650 - 0.1700	0.1675 - 0.1750	0.1675 - 0.1850	0.1675 - 0.1850	0.1775 - 0.1900	0.1733	0.2000
BUTTERMILK (Min. 30% protein)							
-- Central (f.o.b.)	1.0400 - 1.1500	1.0400 - 1.1350	1.0100 - 1.1250	1.0000 - 1.1050	1.0000 - 1.1050	1.0745	1.2031
-- West (f.o.b.)	1.0300 - 1.1150	1.0100 - 1.1000	0.9800 - 1.0800	0.9900 - 1.0700	1.0000 - 1.0700	1.0463	1.1800
-- Mostly	1.0500 - 1.0700	1.0400 - 1.0500	1.0100 - 1.0400	1.0100 - 1.0300	1.0100 - 1.0300	1.0367	TFEWR
-- Northeast (f.o.b.)	1.0700 - 1.1100	1.0600 - 1.0900	1.0500 - 1.0900	1.0600 - 1.0900	1.0600 - 1.0900	1.0774	1.1400
-- Southeast (Delvd)	1.0900 - 1.1300	1.0900 - 1.1200	1.0900 - 1.1600	1.0900 - 1.1400	1.0975 - 1.1400	1.1140	1.1972
WHOLE MILK POWDER							
-- National							
-- F.O.B. Producing Plant	1.1600 - 1.2525	1.1600 - 1.2525	1.1600 - 1.2550	1.1600 - 1.2550	1.1600 - 1.2400	1.2065	1.3544
LACTOSE							
-- Central And West (f.o.b.)	0.2300 - 0.2900	0.2200 - 0.2800	0.2200 - 0.2800	0.2100 - 0.2800	0.2000 - 0.2800	0.2507	0.1875
-- Mostly	0.2450 - 0.2700	0.2400 - 0.2700	0.2400 - 0.2700	0.2300 - 0.2700	0.2300 - 0.2500	0.2537	0.1825
CASEIN - Edible - National (f.o.b.)							
-- Nonrestricted - Rennet	2.2000 - 2.4100	2.2000 - 2.4100	2.2000 - 2.4100	2.2000 - 2.4100	2.2000 - 2.2800	2.3019	2.6525
-- Nonrestricted - Acid	2.0000 - 2.2000	2.0000 - 2.2000	2.0000 - 2.2000	2.0000 - 2.2000	2.0000 - 2.2000	2.1000	2.6500

1/ Prices for all products not footnoted 2/ or 3/ are issued once a week and represent a value for the entire week. Monthly averages are based on weekly prices and are time-weighted according to the number of workdays in the month - Saturdays, Sundays and National Holidays excluded. No monthly average is computed if one or more weekly prices are missing. 2/ The monthly averages are simple averages of all the prices reported during the month and are shown on the Friday line. 3/ The monthly averages are based on the exchange trading date prices and are time-weighted for each day, starting with the exchange trading date, until the next exchange trading date - Saturdays, Sundays, and National Holidays are included.

DEIP BID ACCEPTANCE
JUNE 1997

ACCEPTANCE DATE	DESTINATION	QUANTITY (MT)	DEL. PERIOD	BONUS/MT
NONFAT DRY MILK				
JULY - MAY 1997		56,689		
06/04	CARIBBEAN, CENT & S. AM	204	JUN-AUG	\$787.50
06/04	ASIA & FSU	1,980	JUL-DEC	\$810
06/05	CARIBBEAN, CENT & S. AM	2,071	JUN-OCT	\$829.85
06/05	AFRICA & MIDDLE EAST	605	JUN-OCT	\$855
06/06	CARIBBEAN, CENT & S. AM	255	JUN-OCT	\$838.20
06/06	ASIA & FSU	1,300	JUN-AUG	\$835
06/09	CARIBBEAN, CENT & S. AM	139	JUN-SEP	\$843.83
06/10	ASIA & FSU	112	JUN-AUG	\$835
06/10	CARIBBEAN, CENT & S. AM	50	JUN-JUL	\$780
06/10	AFRICA & MIDDLE EAST	280	JUN-NOV	\$860
06/11	AFRICA & MIDDLE EAST	130	JUN-SEP	\$818.69
06/11	CARIBBEAN, CENT & S. AM	53	JUN-SEP	\$819.30
06/12	ASIA & FSU	119	AUG-SEP	\$835
06/12	CARIBBEAN, CENT & S. AM	52	JUN-JUL	\$786.08
06/13	CARIBBEAN, CENT & S. AM	170	JUN-JUL	\$769
06/16	CARIBBEAN, CENT & S. AM	51	JUN-JUL	\$775
06/17	CARIBBEAN, CENT & S. AM	170	SEP-NOV	\$800
06/17	AFRICA & MIDDLE EAST	153	JUN-JUL	\$855
06/18	ASIA & FSU	300	SEP-DEC	\$815
06/19	CARIBBEAN, CENT & S. AM	85	JUN-AUG	\$778
06/20	CARIBBEAN, CENT & S. AM	374	JUN-AUG	\$827.27
06/23	ASIA & FSU	70	JUN-JUL	\$795
06/25	AFRICA & MIDDLE EAST	102	JUL-AUG	\$875
06/26	CARIBBEAN, CENT & S. AM	325	JUN-AUG	\$806.21
06/27	CARIBBEAN, CENT & S. AM	837	JUL-SEP	\$838.38
06/30	AFRICA & MIDDLE EAST	14	JUL	\$850
06/30	ASIA & FSU	3,000	JUL-SEP	\$810
06/30	CARIBBEAN, CENT & S. AM	205	JUL	\$667
JUNE 1 - 30, 1997		<u>13,206</u>		
PROGRAM TO DATE		69,895		
WHOLE MILK POWDER				
JULY - MAY 1997		1,789		
06/05	CARIBBEAN, CENT & S. AM	32	JUN-JUL	\$1,018
06/10	CARIBBEAN, CENT & S. AM	46	JUN-JUL	\$1,010
06/11	CARIBBEAN, CENT & S. AM	46	JUN-JUL	\$1,001
06/12	CARIBBEAN, CENT & S. AM	100	JUN-JUL	\$1,009
06/13	CARIBBEAN, CENT & S. AM	100	JUN-JUL	\$1,019
06/16	CARIBBEAN, CENT & S. AM	32	JUN-AUG	\$1,000
06/17	CARIBBEAN, CENT & S. AM	16	JUL-AUG	\$1,000
06/17	AFRICA & MIDDLE EAST	34	JUN-AUG	\$1,055
JUNE 1 - 30, 1997		<u>406</u>		
PROGRAM TO DATE		2,195		

DEIP BID ACCEPTANCE
JUNE 1997

ACCEPTANCE DATE	DESTINATION	QUANTITY (MT)	DEL. PERIOD	BONUS/MT
CHEESE				
JULY - MAY 1997		2,781		
06/02-M	AFRICA & MIDDLE EAST	22	JUN-AUG	\$660
06/12-M	AFRICA & MIDDLE EAST	66	JUN-SEP	\$660
06/19-M	AFRICA & MIDDLE EAST	40	JUN-SEP	\$660
06/23-P	AFRICA & MIDDLE EAST	23	JUN-SEP	\$455
06/24-M	AFRICA & MIDDLE EAST	88	JUN-SEP	\$660
JUNE 1 - 30, 1997		<u>239</u>		
PROGRAM TO DATE		3,020		
C-CHEDDAR, G-GOUDA, M-MOZZARELLA, P-PROCESSED AMERICAN CHEESE, CC-CREAM CHEESE				
BUTTEROIL/ANHYDROUS MILKFAT				
JULY - MAY 1997		4,577*		
06/06-B	AFRICA & MIDDLE EAST	600	JUN-AUG	\$1,357
06/06-B	ASIA & FSU	43	JUN-JUL	\$780.51
06/09-A	CARIBBEAN, CENT & S. AM	69	JUN-JUL	\$1,700
06/12-A	ASIA & FSU	29	JUN-JUL	\$1,700
06/20-B	ASIA & FSU	41	JUN-JUL	\$885.32
06/23-A	ASIA & FSU	1	JUN-JUL	\$1,700
06/24-B	CARIBBEAN, CENT & S. AM	19	JUL	\$1,170
06/25-B	ASIA & FSU	500	JUL-DEC	\$1,260
06/26-O	CARIBBEAN, CENT & S. AM	15	JUN-AUG	\$1,731
06/27-B	ASIA & FSU	1,554	JUL-DEC	\$1,251.66
06/30-B	ASIA & FSU	1,600	JUL-DEC	\$1,260
06/30-A	ASIA & FSU	190	JUL-SEP	\$1,700
JUNE 1 - 30, 1997		<u>4,737*</u>		
PROGRAM TO DATE		9,314*		
A.-ANHYDROUS, O-BUTTEROIL, B-BUTTER				
*TOTALS DO NOT ADD DUE TO CONVERSION OF ANHYDROUS /BUTTEROIL TO BUTTER EQUIVALENT				
				PROGRAM-TO-DATE
TOTAL MT				84,424
TOTAL BONUS VALUE				\$71,890,000

Exporters of U.S. milk powder, butterfat and cheddar cheese are aided under the Dairy Export Incentive Program (DEIP), created by Food Security Act of 1985 and extended by the Food, Agriculture, Conservation, and Trade Act of 1990. Export sales are facilitated through payment of bonuses by the U.S. Department of Agriculture's Commodity Credit Corporation. Sales of dairy products will be made through normal commercial channels at competitive world prices. For further information call L.T. McElvain, (202) 720-6211. Conversion: 1 metric ton (MT) = 2,204.6 pounds. **SOURCE: FOREIGN AGRICULTURAL SERVICE**